

**LAKE COUNTY, ILLINOIS**

COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

For the Year Ended November 30, 2005

Prepared by:

Office of the Controller

# LAKE COUNTY, ILLINOIS

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July 12, 2006

To the Citizens of Lake County:

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Lake County for the fiscal year ended November 30, 2005.

This report consists of management's representations concerning the finances of Lake County. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the County. To provide reasonable basis for making these representations, management of Lake County has established a comprehensive internal control framework that is designed to protect the County's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Lake County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the government. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

Lake County's financial statements have been audited by Virchow Krause and Co., a firm of licensed certified public accountants. The goal of the independent audit is to provide a reasonable assurance that the financial statements of Lake County for the fiscal year ended November 30, 2005 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor's report is presented as the first component of the financial section of this report.

Single Audit. The County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 (as amended) and U. S. Office of Management and Budget Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Information related to this single audit, including the schedule of expenditures of federal awards, findings and recommendations, and auditor's reports on the internal control structure and compliance with applicable laws and regulations, are to be presented in a separate single audit report.

As a recipient of federal and state financial assistance, the County also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and the internal financial staff of the County.

As a part of the County's single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the County has complied with applicable laws and regulations. The results of the County's single audit for the fiscal year ended November 30, 2005 provided instances of material weaknesses in the internal control. Further information is contained in the County's single audit.

## COUNTY-WIDE FINANCIAL STATEMENTS

The County is required to prepare the statements in accordance with Governmental Accounting Standards Board (GASB). The County is required to present the government-wide financial statements including all the fixed assets and infrastructure owned by the County and all debt owed by the County. Lake County has three component units, Lake County Forest Preserve District, the Lake County Public Building Commission and the Lake County ETSB that are presented as blended units in the financial statements,

The comprehensive annual financial report is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, the government's organizational chart and a list of elected officials. The financial section includes the independent auditors' report, the management's discussion and analysis, general purpose financial statements, required supplementary information, the combining statements and capital assets used in the operation of governmental funds. The statistical section includes selected financial and demographic information, presented in a 10-year financial history of the County.

GASB requires that management provide a discussion and analysis to accompany the financial statements. This transmittal complements management's discussion and analysis (MD&A), and should be read in conjunction with it. The purpose of this letter of transmittal is to provide an overview of the County and its operations. For detailed financial information and analysis please see the MD&A. The MD&A can be found in the financial section of this report immediately following the report of the independent auditors.

## PROFILE OF THE GOVERNMENT

Lake County is located in the northeast corner of Illinois, midway between the cities of Chicago and Milwaukee, Wisconsin. It adjoins Wisconsin, Lake Michigan, Cook County, and McHenry County. The County's 457 square miles of land contains a population of 702,682 and is the third largest County in Illinois.

Lake County was created by the Illinois legislature in 1839 and operates under a County Board form of government. Policy-making and legislative authority are vested in 23 board members elected from individual districts.

The County provides a full range of public governmental services. These services include sheriff's police protection; water and sewer services; the construction and maintenance of highway and street infrastructure; health and welfare; judicial services of the Nineteenth Judicial Circuit Court; planning and zoning and general administrative services. This audit also includes the financial information of the Lake County Forest Preserve District, the Lake County Public Building Commission and the Lake County ETSB, although these entities have separate governing structure. For financial reporting purposes this report does blend the financial information of the Lake County Forest Preserve (LCFPD), the Lake County Public Building Commission (LCPBC) and Lake County ETSB into Lake County's financial information, as required by Generally Accepted Accounting Principles (GAAP). This the first year that the County has chosen to include these entities in their financial statements, however, the LCFP, the LCPBC and the ETSB do have external audits completed and publish their financial statements separately. These audits are available from the LCPBC, LCFPD and ETSB.

## ECONOMIC CONDITION AND OUTLOOK:

The economic condition and outlook of Lake County is a healthy one. As shown in the Statistical Section, during the last year property values rose at a rate of 6.7% as a result of new construction as well as the increase in the value of existing properties. Based on current projections, this trend is expected to continue.

The County has a varied manufacturing and industrial base that adds to the relative stability of the unemployment rate. Business activity within the County is diverse, including the home of the only Navy basic training base in the country, an amusement park, and numerous varied manufacturing firms, retail stores and service providers. The growth in Lake County's tax base, a healthy business community, as demonstrated by the County's sales tax revenues, and prudent diversification of revenue sources, should continue to provide the County with the financial strength needed to support the service and capital demands facing the County. The County extended its annual contract supporting Lake County Partners, a non-profit corporation whose

mission is to maintain a healthy business environment in Lake County through retention and expansion of businesses as well as economic and workforce development.

## STRATEGIC PLANNING

Lake County Board members met in March 2005 during to develop Board goals, priorities and objectives for the coming two years. The first step to the process was a Department Head meeting to develop department recommendations. Then the County Board members participated in a two-day retreat using the department recommendations as one source to develop the goals and policies that would establish overall County priorities for the next several years. The County Board met with the Department Heads and continued meeting to refine the final plan. The goals were grouped into five major issues— criminal justice, health and human services, infrastructure environmental and development, legislative and intergovernmental, and organizational. The plan was formally adopted at the September 2005 Board Meeting, are outlined in no particular order as follows:

- Provide services and sentencing options to better meet the need of the mentally ill.
- Complete construction of the work release center and jail expansion to increase work release as a sentencing option
- Increase the accuracy and accessibility of criminal justice information by expanding he Integrated Justice system by exchanging data with municipalities where feasible
- Expand programs in the jail and with the community to reduce incarceration and recidivism rates
- Develop programs in the State's Attorneys office to specifically address elcer abuse and physical abuse of caretakers while expanding current programs on domestic violence and cyber crime
- Provide homeland security by participating in training exercises and by allocating adequate resources for emergency response
- Develop alternatives to address the long-term services and funding needs of Winchester House
- Support primary health care in all its from to eliminate health disparities in the County
- Provide mechanisms for human services coordination and resource referrals
- Address traffic congestion in a comprehensive manner
- Promote economic development within the County to diversify the tax base
- Study the long and short-term water resources for the County
- Streamline the code enforcement process to quickly resolve code violations.
- Continue the County's Affordable Housing Program to provide funding for creative affordable housing opportunities appropriate to the diverse communities in Lake County
- Execute and implement long-term watershed plans
- Develop a progressive/active Legislative Advocacy Program that continues Lake County's leading policy role
- Evaluate current property assessment policies and procedures to enhance accountability and transparency
- Develop a comprehensive energy strategy
- Continue to promote partnerships with local governments by identifying key issues and organizing policy discussions
- Examine and formally define the County's core responsibilities
- Develop a sustainable long-term budget to support facilities and services using a formal financial forecasting model
- Plan for a time when there is very little unincorporated land in the County
- Expand e-government to improve service and increase staff efficiency
- Evaluate budget policies regularly to maintain the County's current fiscal strength.

## MAJOR INITIATIVES FOR THE CURRENT YEAR AND THE FUTURE:

The County began, continued or completed the following initiatives:

- The County Board continued its Affordable Housing Grant funding program to provide \$325,000 to programs providing grants to the Affordable Housing Corporation of Lake County, Habitat for Humanity of Lake County, Lake County Residential Development Corporation, Soaring Eagle Community Development Corporation, Youthbuild Lake County, the Village of Round Lake Beach and a loan to private developer.
- Brownfield grant awards were awarded by the County in the amount of \$388,533 during 2005. The awards were provided to the Village of Buffalo Grove, Village of Lake Zurich, City of North Chicago (2 awards) and the City of Waukegan (3 awards) to provide financial assistance to investigate and/or remediate brownfield contamination.
- Community Block Grant Funding was used to establish a new Jail Integration Specialist Position at the Lake County Jail. This part-time position provides re-entry services, including life skills, work training and other educational opportunities to inmates at the Lake County Jail.
- Therapeutic Intensive Monitoring Court began hearing cases as a drug court for non-violent offenders struggling with drug addiction issues. Judges and court staff work closely with Lake County Health Department staff to provide counseling and drug treatment as an alternative to incarceration.
- Work continued on the development of the County's integrated justice system. In 2005, significant progress was made in establishing the State's Attorney's case management system, a new jail management system and new Sheriff's records system. Work was also completed on making the Circuit Court Clerk's system person based.
- The Criminal Justice Coordinating Committee brought together representatives from local government, education, and social service agencies to develop innovative solutions to the challenges that face the county's criminal justice programs continued their work throughout the year. During 2005, the Committee worked on developing a website listing counseling and life assistance resources available throughout the County. The Committee also worked on developing a Strategic Plan to aid in providing services, particularly in Re-Entry programs aimed at reducing Recidivism.
- Lake County's Virtual Permit Center is available on the County's home page to provide permit information from five County departments. This site has evolved to include additional content and navigational capabilities and certain fast-track permits.
- Planning continues plans for the construction of a new Central Permit Facility in Libertyville. The new facility will house the Lake County Stormwater Management Commission, the Environmental Health Division of the Lake County Health Department and the County's Department of Planning, Building & Development.
- Development of an All Natural Hazards Mitigation Plan is nearing completion. The Plan, as required by federal statute to be eligible for federal grants, was developed in collaboration with municipalities throughout the County. The draft plan was recently approved by the Federal Emergency Management Agency and will be presented for adoption by the County and other municipalities.
- During 2005, the County participated in discussions with local municipalities to develop Corridor Councils. The corridors include Route 173, Sheridan Road and Route 120. These groups will be meeting to discuss future land use issues in the planning areas.
- Action by the Lake County Board and the Joint Action Water Agency of Lake County allowed the provision of Lake Michigan water to five subdivisions in unincorporated area between Libertyville and Green Oaks. The switchover was completed in late 2005.
- The County completed a major review of Winchester House operations and financial management during 2005 with assistance by an outside consultant, Management Performance Associates. The analysis was undertaken with the aim of bringing staffing levels in line with the resident count. Based on the results of that analysis, a staffing reorganization was completed in late 2005. Work will be continuing on streamlining the admissions process and financial management operations.
- The Regional Framework Plan, adopted by the County Board 2004, was implemented during 2005. This land use plan will be used to guide development throughout unincorporated Lake County.
- In the last ten years the Forest Preserve District has issued \$125 million dollars in debt to purchase land work toward the long range goal of 40 acres per 1,000 residents. The district has also issued \$45 million for improvements to develop and sustain quality facilities.

## CAPITAL IMPROVEMENT PLAN

The County has for many years funded capital with operating funds, though the funding in 2005 was less than in previous years. The County is developing a multi-year plan for major capital projects that may require the sale of bonds in the coming year. All other projects continue to be financed with operating funds. Many of these projects continued from prior years or began in 2005 and will continue through the coming years. Some of the major projects are:

- A new branch court for the 19<sup>th</sup> Judicial Circuit was opened in July 2005 in Round Lake Beach. The facility, which serves the communities located in northwest Lake County, was constructed with one courtroom and an office of the Circuit Court Clerk, along with a multi-purpose room for classes. The structure was designed to accommodate construction of an additional courtroom at a future date.
- The County began a remodeling project of a previously purchased building to house the Probation Services. This will be accompanied by remodeling of the vacated space for expansion of the Public Defender's Office.
- Construction proceeded on the Jail Expansion/Work Release Tower project and is expected to be completed in July 2006. This project is financed by the Lake County Public Building Commission and would increase the jail capacity approximately 160 spaces and would increase the work release capacity by 178 spaces. Staffing levels will be increased during 2006 to accommodate the additional inmate capacity.
- The Lake County Health Department's Community Health Centers continued in its mission to deliver high quality services to county residents. The new North Chicago facility opened in September 2005. The Highland Park facility opened in early 2006.
- Lake County Division of Transportation construction workforce undertook 15 construction projects at a cost of \$14 million. Despite the County's considerable effort at alleviating congestion, backlogged projects and congestion continue to grow. Lake County's Transportation Management Center was nearing completion in late 2005. This facility, financed in part through federal grant funds, will house the County's Intelligent Transportation System. This system will allow the interconnection of State-County-Municipal traffic signals to the ITS. The system will allow traffic to move more efficiently by interconnecting traffic signals and communicating real-time traffic information to motorists. Passage will help optimize the flow of traffic within the county and make more effective use of current infrastructure.

## COUNTY BOARD INFORMATION

The County Board meets regularly at 9 a.m. the second Tuesday of each month at the County Building, 18 N. County St., Waukegan, IL 60085. Please call the County Board Office at (847) 377-2300 for more information, or write to Lake County at 18 N. County St., Waukegan, IL 60085. County Board minutes, agendas and other County information including press releases, invitations to bid, and job announcements are posted on the internet on the County's web site at <http://www.co.lake.il.us>.

## FINANCIAL INFORMATION:

Cash Management. The County's investment policies are governed by State statutes. The County Board approved an investment policy in 1999 and amended in 2002 and 2003. This policy applies to the investment activities of all funds of the County. The policy is in accordance with State of Illinois Statutes which limit the County to investing in instruments of the U. S. Treasury, U. S. Treasury backed agencies, collateralized certificate of deposit and those additional investments specifically noted in the statutes. The County does not generally make investments that would obligate funds beyond one year.

Risk Management. The County continues to administer self-insured workers compensation, general liability, property and auto liability programs. In addition, various risk control techniques, including employee accident prevention training, continued to be administered in 2005 to minimize accident-related losses. Excess coverage policies are currently maintained for larger claims and losses. The County is also self-insured for all unemployment claims. Taxes are levied to provide the funds necessary to settle such claims. A Table in the Statistical Section shows the insurance that is purchased to cover excess losses.

RETIREMENT SYSTEM:

The County is a participating member of the Illinois Municipal Retirement Fund (IMRF), which covers all of its employees who:

- a) occupy a job normally requiring 1000 hours or more per year;
- b) are paid on a regular payroll from County funds;
- c) were under age seventy when first entering employment; and
- d) are not covered by another state-created retirement system for the same service.

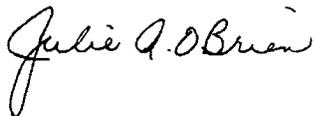
All employees are covered by FICA and Medicare but employees not qualifying above are considered as "non-participating" employees in IMRF.

The Illinois Municipal Retirement Fund is organized under the laws of the State of Illinois for the purpose of providing a uniform program of death, disability, and retirement benefits for employees of local governments in Illinois. The County's annual contribution rate fixed by the IMRF Board of Trustees provides for full funding of prior service costs, including interest, as determined actuarially over a future period of not more than forty years.

ACKNOWLEDGEMENTS:

The preparation of this report is a collaborative effort and would not have been accomplished without the dedicated services of Arnold Donato and Jerial Jordan-Woods of the Controller's staff and the other members of the County Administrator's Office. In addition, our appreciation is extended to the many staff members in the departments that provided us with information necessary to compile these statements. Special thanks to the support of the County Board, Elected Officials, Department Heads and to the independent auditors who have all contributed to making the publication of this report possible.

Respectfully submitted,



Julie A. O'Brien  
Controller

Lake County, Illinois

**ELECTED OFFICIALS**  
**Year Ended November 30, 2005**

**County Board Members**  
**Suzi Schmidt, Chairman**  
**Michael Talbett, Vice-Chairman**

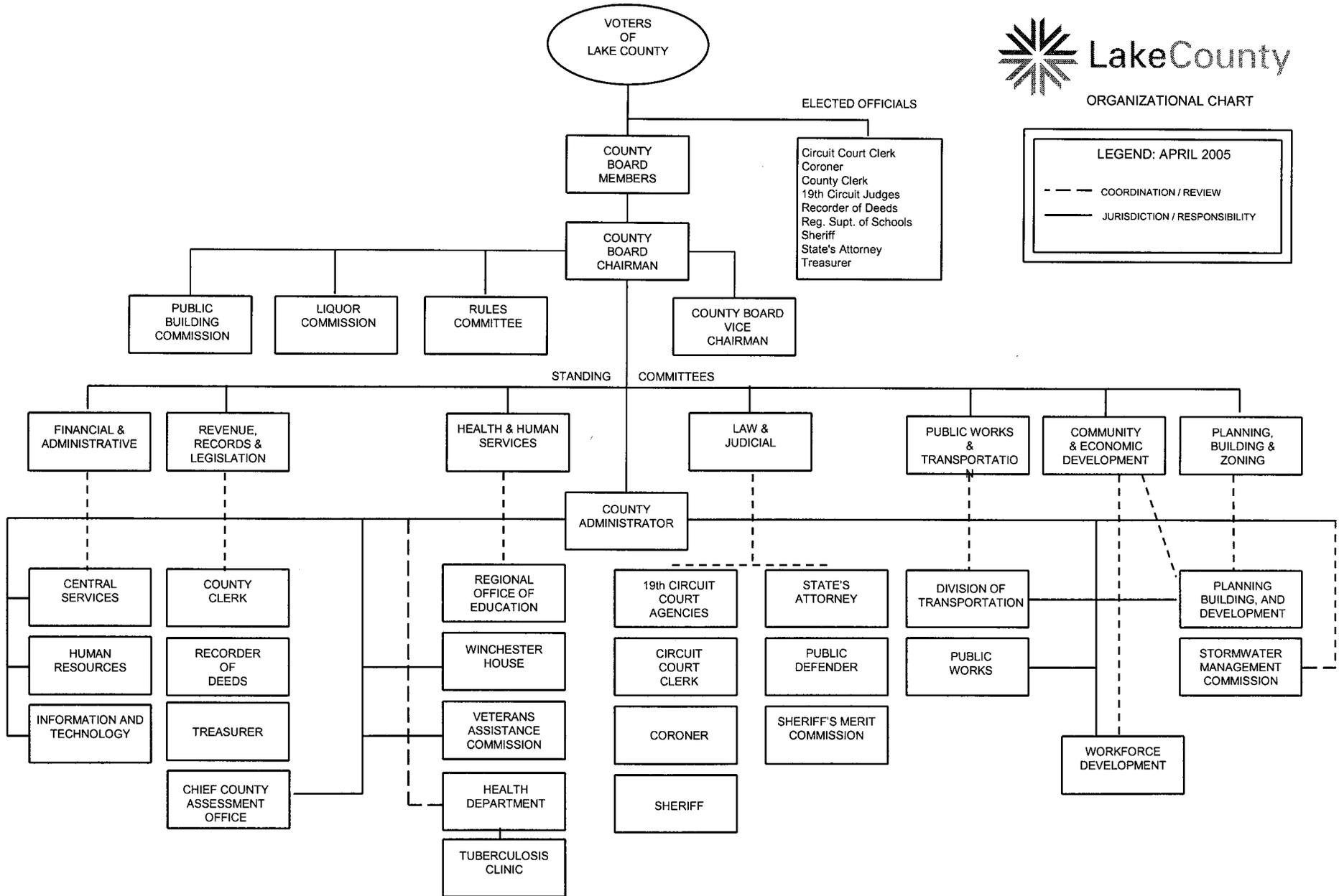
**District**

**Board Member**

1	Judy Martini
2	Randall Whitmore
3	Suzi Schmidt
4	Brent Paxton
5	Bonnie Thomson Carter
6	Larry Leafblad
7	Steve Carlson
8	Robert Sabonjian
9	Mary Ross Cunningham
10	Diana O'Kelly
11	Sandy Cole
12	Angelo Kyle
13	Susan Loving Gravenhorst
14	Audrey Nixon
15	Carol Calabresa
16	Robert Powers
17	Stevenson Mountsier
18	Pamela Newton
19	Michael Talbett
20	David Stolman
21	Ann Maine
22	Carol Spielman
23	Anne Flanigan Bassi

**Other Elected Officials**

Circuit Court Clerk	Sally Coffelt
Coroner	Richard L. Keller, MD
County Clerk	Willard Helander
Recorder of Deeds	Mary Ellen Vanderverter
Regional Superintendent of Schools	Roycealee Wood
Sheriff	Gary Del Re
State's Attorney	Michael Waller
Treasurer	Robert Skidmore





# Virchow Krause & company

## INDEPENDENT AUDITORS' REPORT

To the Chair & Members of the County Board  
Lake County  
Waukegan, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Lake County, Illinois, as of and for the year ended November 30, 2005, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Lake County Forest Preserve District (blended component unit), the Lake County Public Building Commission (blended component unit), and the Lake County Emergency Telephone System Board (special revenue fund), which represents 41.24 percent, 33.62 percent and 16.98 percent, respectively, of the assets, net assets and revenues of the governmental activities; 19.5 percent, 24.95 percent, and 25.19 percent, respectively, of the assets, net assets and revenues of the business-type activities; 39.48 percent, 46.72 percent, and 33.12 percent of the assets, fund balances and revenues of the other governmental funds; 100 percent, 100 percent, and 100 percent of the golf courses fund (major enterprise fund); and 100 percent, 100 percent, and 100 percent of the assets, net assets, and revenues of the other enterprise funds. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Lake County Forest Preserve District, the Lake County Public Building Commission and the Emergency Telephone System Board is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions. The financial statements of the Lake County Forest Preserve District, the Lake County Public Building Commission and the Lake County Emergency Telephone System Board were not audited in accordance with *Government Auditing Standards*.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Lake County, Illinois, as of November 30, 2005, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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To the Chair & Members of the County Board  
Lake County

As disclosed in note I. A., Lake County has included the financial statements of the Lake County Forest Preserve District, the Lake County Building Commission and the Lake County Emergency Telephone System Board for the first time in 2005.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 2, 2006 on our consideration of Lake County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis (pages xvi - xxviii), budgetary comparison information (pages 54 – 57) and pension-related information (pages 58 – 59) are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We and the other auditors have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lake County's basic financial statements. The combining and individual fund financial statements and schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The 2005 combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of the other auditors, are fairly stated in all material respects in relation to the basic financial statements for the year ended November 30, 2005 taken as a whole. We have also previously audited, in accordance with auditing standards generally accepted in the United States of America, Lake County's basic financial statements for the year ended November 30, 2004, which are not presented with the accompanying financial statements. In our report dated July 26, 2005, we expressed a qualified opinion on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. In our opinion, the 2004 combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements for the year ended November 30, 2004, taken as a whole.

Other auditors also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the Lake County Forest Preserve District and the Lake County Emergency Telephone System Board for the years ended June 30, 2004 and November 30, 2004, respectively. In their reports, dated September 23, 2004 and June 28, 2006, they expressed unqualified opinions on the basic financial statements. In their opinions, the 2004 individual fund financial statements are fairly stated in all material respects in relation to the basic financial statements for the years ending June 30, 2004 and November 30, 2004, respectively, taken as a whole.

To the Chair & Members of the County Board  
Lake County

The "Introductory Section" and "Statistical Section" listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of Lake County, Illinois. The information has not been subjected to the auditing procedures applied by us and the other auditors in the audit of the basic financial statements, and, accordingly, we express no opinion on such information.

*Virekow, Kraun + Company, LLP*

Madison, Wisconsin  
May 2, 2006

## MANAGEMENT'S DISCUSSION AND ANALYSIS

The Lake County management discussion and analysis provides an overview and analysis of the financial activities for the fiscal year ended November 30, 2005. Because the management discussion and analysis is designed to focus on the financial performance of the current year's activities please read it in conjunction with the transmittal letter and the financial statements that begin on page 1.

### FINANCIAL HIGHLIGHTS

- Total government assets exceeded liabilities by \$1,077,189,198 including \$748,433,678 invested in capital assets net of related debt, \$129,480,365 in restricted net assets and \$199,275,155 in unrestricted net assets.
- Total fund balance for governmental funds was \$283,256,314 including \$19,749,423 in funds reserved and \$99,236,487 in designated balances for unfinished projects.
- The County's enterprise funds had total operating revenue of \$41,869,888 and total operating expenses of \$44,921,688.
- The County's governmental activities major tax revenues consisted of \$158,006,192 in property tax distributions and \$26,462,677 in sales tax revenues.

### USING THIS ANNUAL REPORT

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. There are three parts to the basic financial statements - the government-wide financial statements, fund financial statements and the notes to the financial statements. In addition to the financial statements this report also contains other supplementary and statistical information.

### GOVERNMENT-WIDE FINANCIAL STATEMENTS

The County's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the County's overall financial status. Financial reporting at this level uses a perspective similar to the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The government-wide financial statements consist of the Statement of Net Assets and the Statement of Activities. These statements provide information on the County as a whole. The Statement of Net Assets reports the assets and liabilities of the County with the difference reported as the net assets. This statement combines and consolidates governmental funds' current financial resources (short-term resources) with capital assets and long-term obligations using the accrual basis of accounting and economic resources measurement focus. The Statement of Activities is focused on both the gross and net cost of various activities (including governmental and business-type) that are supported by the government's general taxes and other resources. An important purpose of the design of the statement of activities is to show the financial reliance of the County's distinct activities or functions on revenues provided by the County's taxpayers. All current year revenues and expenses are included regardless of when cash is received or disbursed.

The Statement of Net Assets and the Statement of Activities divides the County into two kinds of activities:

- **Governmental activities** – Most of the County's basic services are reported here including administration, the Sheriff's office and corrections, the Courts and related offices, transportation, health services and culture and recreation. Property taxes, fees and fines, charges for services, and state and federal revenue sharing and grants support most of these activities.
- **Business-type activities** – The business-type activities of the County include water and sewer, culture and recreation and building activities. The County charges fees to customers for these services to cover the costs incurred. Normally enterprise funds do not require taxpayer support outside of the fee for service; however, the Public Works fund does receive some special service area property taxes to pay debt for sanitary sewer capital assets for the Northeast Facilities Planning Area Old Mill Creek.

The County has three component units that, according to Generally Accepted Accounting Principles (GAAP), also become part of the County's financial statements. These three entities are the Lake County Forest Preserve District (LCFP), the Lake County Public Building Commission (LCPBC), and the Lake County Emergency Telephone System Board (ETSB). The LCFP has the same board members as the County and the Lake County Board appoints all commissioners to the LCPBC. The ETSB is considered a component unit because according to an Illinois Attorney General opinion it is an agency of the County. The County had previously chosen not to include these entities in its financial statements; however, effective with the November 30, 2005 audit, these component units are blended into the County's statements.

## FUND FINANCIAL STATEMENTS

The fund financial statements provide reporting in a more detail listing than the government-wide financial statements. A fund is an accounting method of segregating resources that are designated for a specific purpose. Lake County, like all local governments, uses fund accounting to demonstrate compliance with financial and legal requirements. The County's funds can be divided into two categories – governmental funds and proprietary funds.

**Governmental funds** are reported in the fund financial statements and essentially account for the same functions reported as governmental activities in the government-wide financial statements. However, the focus is different with fund statements providing a distinctive view of the County's governmental funds. These statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources in the near-term.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, the reader may have a better understanding of the long-term impact of near-term financing decisions.

Lake County has 54 individual governmental funds including 13 blended component unit funds:

- Fifteen required for tax levy purposes (including the two major funds)
- Twelve required by state statute to collect special fees.
- Two federal grant programs
- One fund for the County's self insurance program
- Four debt service funds
- Two special service areas

- Two capital project funds
- One designated by court order
- One to collect a special-purpose tax
- One to record contributions to the County
- Twelve Forest Preserve District funds

**Budgetary comparison** statements are included in the required supplementary information for the two major funds, the General and Health Department Funds. The general fund is always a major fund. The determination of the other major funds depends on formulas of the percentage of the individual fund in comparison to all the other funds. Using the required analysis, the Health Department is also considered a major fund in 2005. This formula is recalculated every year.

**Proprietary funds.** Lake County maintains two different types of proprietary funds. Enterprise funds are used to report the same function presented as business-type activities in the government-wide financial statements. Lake County has four enterprise funds, the Public Works Fund that provides water and sewerage services to various communities within the County, the Lake County Public Building Commission Fund and two Forest Preserve District funds. Business-type activity is intended to recover all or a significant portion of its operating cost and required contribution to reserve accounts through user fees and charges. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. Lake County has four internal service funds, Health Life and Dental Fund, and three Forest Preserve funds. The activity in the Health Life Dental Fund has been allocated within the governmental activities in the government-wide financial statements. The activity in the Forest Preserve funds has been allocated within the culture and recreation activity in the government-wide financial statements.

Proprietary funds provide a similar type of information consistent with the focus of the government-wide financial statements, only in more detail. In addition to the statement of net assets, the proprietary funds include the statement of revenue, expenses and changes in fund net assets and the statement of cash flows. The Public Works Fund, the Public Building Commission fund and the Forest Preserve funds are combined in the proprietary fund statements, and Health Life and Dental Fund and three Forest Preserve funds are combined into the Internal Services Fund. Individual data is available in the combining statements.

**Fiduciary funds** are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County. The accounting for fiduciary funds is much like that used for proprietary funds

**Notes to the financial statements.** The accompanying notes to the financial statements provide information essential to the full understanding of the government-wide and fund financial statements.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's pension obligations and budget comparisons. Other supplementary information includes expense and revenue, and balance sheet detail by fund.

## LAKE COUNTY FINANCIAL ANALYSIS

Graphic presentations of selected data from the summary tables follow to assist the analysis of the County's activities.

**Table 1**  
**STATEMENT OF NET ASSETS**  
(dollars are in thousands)

	<i>Governmental Activities</i>		<i>Business-type Activities</i>		<i>Totals</i>	
	2005	2004	2005	2004	2005	2004
<b>Assets</b>						
<b>Current and other assets</b>	459,503	358,215	83,688	69,026	543,191	427,241
<b>Capital assets</b>	746,334	334,823	252,357	188,657	998,691	523,480
<b>Total assets</b>	<u>1,205,837</u>	<u>693,038</u>	<u>336,045</u>	<u>257,683</u>	<u>1,541,882</u>	<u>950,721</u>
<b>Liabilities</b>						
<b>Current and other liabilities</b>	167,710	133,857	12,170	9,580	179,880	143,437
<b>Non-current liabilities</b>	238,707	42,882	46,106	45,402	284,813	88,284
<b>Total liabilities</b>	<u>406,417</u>	<u>176,739</u>	<u>58,276</u>	<u>54,982</u>	<u>464,693</u>	<u>231,721</u>
<b>Net Assets</b>						
<b>Invested in capital assets, net of related depreciation</b>	540,114	343,694	208,320	147,090	748,434	490,784
<b>Restricted</b>	91,864	27,776	37,616	38,353	129,480	66,129
<b>Unrestricted</b>	167,442	144,829	31,833	17,258	199,275	162,087
<b>Total net assets</b>	<u>799,420</u>	<u>516,299</u>	<u>277,769</u>	<u>202,701</u>	<u>1,077,189</u>	<u>719,000</u>

**Net Assets.** As previously noted the County has for the first time included its component units in its financial statements and, therefore, a more complete comparison of 2005 to 2004 is not available. As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. Lake County's assets exceeded liabilities by \$1,077,189,198 at the end of fiscal 2005. Of this, \$748,433,678 is invested in capital assets, net of related debt. Unrestricted net assets, the part of net assets that can be used to finance day-to-day operation without constraints established by debt covenants or other legal requirements, were \$199,275,155. These are considered the County's reserves. Before the County government adopts a budget, it establishes its cash reserve policy. This reserve amount has two parts, the first part is 15% of the next fiscal year's expenses and the second is cash flow from the previous year. The County Board also designates fund balance to fund prior year unfinished projects carried over to 2006 and to fund liability of employee unused vacation and sick leave. The remaining balances can be used to fund future operating budgets or to fund the capital improvement program. The restricted assets are those funds that can only be used for special purposes, such as funds held to comply with bond ordinances, state statutes and donor requirements. The County's restricted net assets were \$129,480,365 at year-end.

The Lake County governmental entities maintain a good current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 2.7 to 1, for business-type activities it is 6.9 to 1, and for the whole County the current ratio is 3.0 to 1. These ratios are good when compared to other local governments. Because this is the first year that the financial statements contain the blended component units it cannot be compared to previous years but in future years a comparison will be provided to determine the change in this ratio.

### **Business-Type Net Assets**

The business-type net assets were \$277,768,920. Because of the inclusion of the component units in the 2005 financial statements a comparison with fiscal year 2004 is impractical. There were \$38 million in restricted assets. This restriction represents resources that are subject to bond ordinance covenants as to how they may be spent. Included in this total are net assets that are restricted for the future payment of debt and construction projects. There was also an investment in capital assets in the amount of \$208,319,327. The unrestricted net assets total \$31,833,260 and can be used to pay for day-to-day operations for the individual business activity.

### **Changes in Net Assets**

Lake County's combined change in net assets was \$40,011,314 as is shown in the table on the next page. The amount is not comparable to 2004 due to the inclusion of the component units. The change in net assets for governmental activities was \$36,491,761 and for business-type activities it was \$3,519,553. The table on the next page provides the revenue and expenses for the governmental activities and the business-type activities

**Table 2**  
**STATEMENT OF CHANGES IN NET ASSETS**  
(dollars are in thousands)

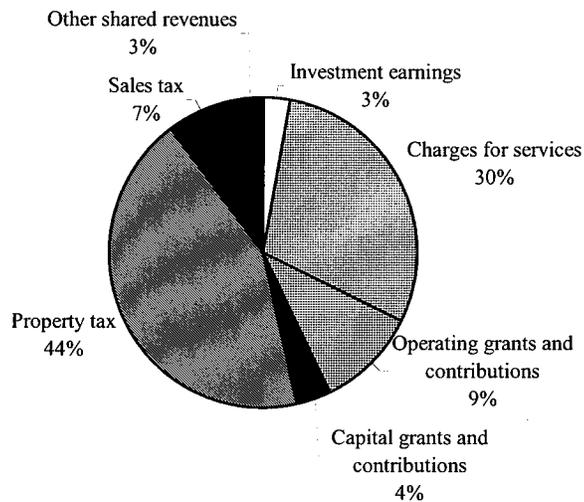
	Governmental Activities				Business-type Activities				Totals			
	2005	% of Totals	2004	% of Totals	2005	% of Totals	2004	% of Totals	2005	% of Totals	2004	% of Totals
<b>Revenues:</b>												
<i>Program revenues</i>												
Charges for services	109,795	30.4%	86,040	31.0%	41,627	82.8%	27,713	76.5%	151,422	36.7%	113,753	36.3%
Operating grants and contributions	32,963	9.1%	32,954	11.9%					32,963	8.0%	32,954	10.5%
Capital grants and contributions	13,224	3.7%	12,024	4.3%	5,097	10.1%	5,964	16.5%	18,321	4.4%	17,988	5.7%
<i>General revenues:</i>												
Property tax	158,006	43.7%	105,923	38.2%	872	1.7%	873	2.4%	158,878	38.5%	106,796	34.0%
Sales tax	26,463	7.3%	25,379	9.1%					26,463	6.4%	25,379	8.1%
Other shared revenue	10,240	2.8%	8,486	3.1%					10,240	2.5%	8,486	2.7%
Investment earnings	10,846	3.0%	6,092	2.2%	2,068	4.1%	1,319	3.7%	12,914	3.1%	7,411	2.4%
Miscellaneous	27	0.0%	588	0.2%	529	1.1%			556	0.2%	588	0.2%
Transfers	-85	0.0%			85	0.2%						
Gain on disposal of assets	428	0.0%					334	0.9%	428	0.2%	334	0.1%
<b>Total revenues</b>	<b>361,907</b>	<b>100%</b>	<b>277,486</b>	<b>100%</b>	<b>50,278</b>	<b>100.0%</b>	<b>36,203</b>	<b>100%</b>	<b>412,185</b>	<b>100.0%</b>	<b>313,689</b>	<b>100%</b>
<b>Expenses:</b>												
General government	70,905	21.8%	68,450	14.0%					70,905	19.0%	68,450	22.2%
Law and judicial	81,325	25.0%	76,279	33.6%					81,325	21.9%	76,279	24.7%
Health and human services	81,863	25.2%	79,445	31.8%					81,863	22.0%	79,445	25.3%
Transportation	43,870	13.5%	40,303	15.2%					43,870	11.8%	40,303	13.1%
Culture, recreation, education Planning and economic development	23,211	7.1%							23,211	6.2%		
	13,342	4.1%	10,871	5.2%					13,342	3.6%	10,871	3.5%
Interest on long-term debt	10,899	3.3%	744	0.2%					10,899	2.9%	744	0.2%
Water and sewer					31,827	68.1%	32,413	100%	31,827	8.6%	32,413	10.5%
Public Building commission					10,390	22.2%			10,390	2.8%		
Golf courses					4,255	9.1%			4,255	1.1%		
Fox River Recreation Area					287	0.6%			287	0.1%		
<b>Total expenses</b>	<b>325,415</b>	<b>100.0%</b>	<b>276,092</b>	<b>100%</b>	<b>46,759</b>	<b>100%</b>	<b>32,413</b>	<b>100%</b>	<b>372,174</b>	<b>100%</b>	<b>308,505</b>	<b>100%</b>
<b>Increase in net assets</b>	<b>36,492</b>		<b>1,393</b>		<b>3,519</b>		<b>3,790</b>		<b>40,011</b>		<b>5,183</b>	
<b>Beginning net assets as restated</b>	<b>762,928</b>		<b>514,906</b>		<b>274,250</b>		<b>198,911</b>		<b>1,037,178</b>		<b>713,817</b>	
<b>Ending net assets</b>	<b>799,420</b>		<b>516,299</b>		<b>277,769</b>		<b>202,701</b>		<b>1,077,189</b>		<b>719,000</b>	

## REVENUES AND EXPENSES

**Governmental revenues.** As graphically portrayed below the County receives 51% of its income from various tax revenues. Property tax, the most stable of the taxes, accounts for 86% of all taxes. The County consistently collects 99+% of its extended levy and in 2005 that number was 99.7% (the last ten years of the levy and collections can be found in the Statistical Section). The County's tax base, estimated annual valuation (EAV), has enjoyed a healthy growth due to new construction and increased property values. Consequently, the County's actual tax rate, .46 per \$100, for taxes collected in 2005 is the lowest it has been in over 20 years (the last ten years can be found in the Statistical Section).

Receipts from sales tax continues to grow in Lake County, in 2005 sales taxes were 4.3 % higher than in 2004. This is due to economic growth. Charges for services include fines, forfeitures, licenses, fees and program specific income from other governments. The combined total of grants and charges for services accounts for 43.2% of all revenue received in the 2005 fiscal year. The category charges for services accounts for 30.4% of the total revenue.

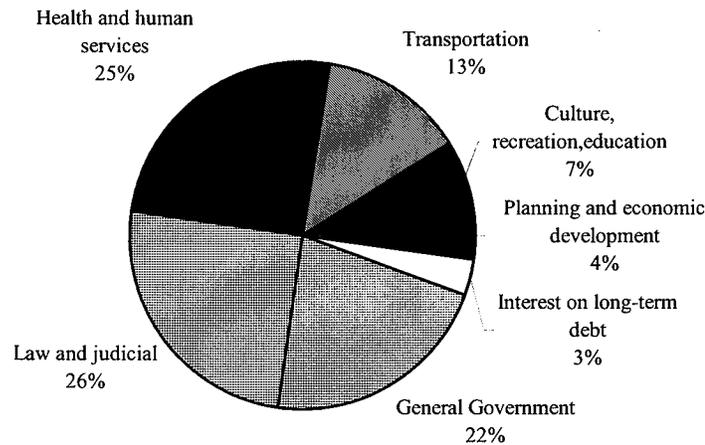
### GOVERNMENTAL REVENUES



One source of revenue that is not controllable by the County is interest from investments. Investment income accounts for 3% of the revenue in the governmental funds.

**Governmental Functional Expenses** As seen on the chart below, the County had a total of \$325 million dollars in expenses in fiscal 2005. Governmental funds consist of expenses that relate to general government, law and judicial, health and human services, transportation, planning and economic development, culture and recreation, and debt service. Law and judicial, 25% of the total governmental expenses, includes the Sheriff, all corrections, Circuit Clerk, all Circuit Court functions, the States Attorney, Public Defender, the Coroner, Emergency Telephone System Board and all related special revenue funds. Health and Human Services activity accounts for another 25% and includes the expenses of the Health Department, Veterans Affairs, Workforce Development, Stormwater Management and the Tuberculosis Clinic. General government consists of the County Board, Recorder of Deeds, the County Clerk, the Treasurer, the Chief County Assessment Officer, Regional Office of Education and those departments that provide support service for other County departments. The departments that provide general government services account for 22% of the total governmental expenses. Planning and Economic Development accounts for 4% of the expense. Culture, recreation and education consists of all of the Forest Preserve governmental funds and accounts for 7% of the expenses.

**GOVERNMENTAL FUNCTIONAL EXPENSES**



**Proprietary Funds – Major Funds Revenue and Expenses.** Operating revenues totaled \$41,869,888 in fiscal year 2005. This includes the revenue from major funds, the County's Public Works and the Forest Preserve's Golf Courses with revenue of \$30,024,735 and \$5,328,732 respectively. Total revenues from golf course operations decreased by \$189,000 from previous years because rounds of golf were down. This decline in golf play was realized nationwide. Operating revenues from the Public Works department was up \$2,014,076 or 7% from the prior year. Revenues from Connection Fees totaled \$4,696,867, an increase of \$326,925 or 7% from the prior year. Interest earnings on investments increased by \$200,825 or 15% in the current year because of improving interest rates in the last year.

Total golf operating expenses decreased by \$49,000 because of the decrease in golfers as mentioned above. Total operating expenses for Public Works in the fiscal year 2005 were \$25,028,282. This \$25 million of Public Works operating expenses, excluding depreciation, represents an increase of \$704,307 or 3% over the prior year. Factors contributing to this change were

- The department recorded FICA, Medicare and retirement costs on its accrued vacation and sick leave wages at year-end for the first time in 2005.
- The remaining increase in operating expenses is mainly due to an increase in wholesale water purchases and indirect costs.

**Major Governmental Funds Budgetary Highlights**

**MAJOR FUNDS BUDGET ANALYSIS  
Fiscal Year 2005**

**Expenditures**

<i>Major Funds</i>	<i>Original Budget*</i>	<i>Total Budget Amendments*</i>	<i>Final Budget*</i>	<i>Actual*</i>
<b>General Fund</b>	<u>132,114,311</u>	<u>28,465,015</u>	<u>160,579,326</u>	<u>130,014,654</u>
<b>Health Fund</b>	<u>55,827,019</u>	<u>7,259,517</u>	<u>63,086,536</u>	<u>55,020,859</u>

**Revenues**

<b>General Fund</b>	<u>126,290,665</u>	<u>1,077,764</u>	<u>127,368,429</u>	<u>136,819,211</u>
<b>Health Fund</b>	<u>52,528,897</u>	<u>6,731,422</u>	<u>59,260,319</u>	<u>56,032,184</u>

\*Including transfers and sale of capital assets

Lake County budgets according to Illinois State Statutes. This requires the adoption of an annual budget appropriation and any changes to that budget require emergency appropriations. All budget appropriations expire at the end of the fiscal year. The County must then reappropriate the budget appropriations for projects that were budgeted and not completed in the previous year. The County has two major funds. The general fund is always a major fund. The Health Department was also determined to be major fund by a formula dependent on total revenues and expenses and liabilities and assets as a percentage of the totals of the governmental funds.

**General Fund.** The County adopted its 2005 budget on November 8, 2004. The general fund budget was adopted at \$132,114,311. The budget was amended throughout the year at monthly board meetings resulting in a final budget of \$160,579,326. The majority of the \$28,465,015 budget amendments, called emergency appropriations, were for project carryovers. According to Illinois State Statutes all of the County appropriations end with the end of the fiscal year. Also according to Illinois Statutes the County cannot maintain a separate Capital Fund. This necessitates both the budgeting of all capital in the General Fund and an emergency appropriation of budget dollars for projects that span the fiscal years. The major changes are as follows:

- The highest dollar amount of changes consisted of appropriation of \$23,825,994 to the general fund for carryover of unexpended appropriations for capital and grant expenditures from 2004 to 2005. These emergency appropriations were funded from fund balance.
- The County is self insured for liability, workmen's compensation and unemployment compensation. Each year the County has an actuarial study completed to determine the County's liability at the end of the fiscal year. In 2005 it was necessary to transfer \$2,883,000 from the general fund to the risk fund, this transfer necessitated an emergency appropriation in the general fund of \$1,959,820.
- The County Clerk received an additional \$1,557,300 to implement the Help America to Vote Act resulting in an emergency appropriation of that amount.
- The County signed an intergovernmental agreement with the Village of Beach Park to provide police services. This required the Sheriff to hire additional staff and purchase additional equipment. The \$233,000 emergency appropriation was offset by revenue received from Beach Park. The Sheriff also increased its police coverage to the Village of Long Grove requiring an emergency appropriation of 67,020 offset by additional revenue from Long Grove.
- Budget adjustments of \$421,499 were to record new grant funds received by the State's Attorney's Office, the Sheriff, the Circuit Courts and Stormwater Management. These expenses were all offset by grant revenue.

The County spent \$130,014,654 of its 2005 amended budget of \$160,579,326. The largest portion of the unspent 2005 budget, \$24,820,915, was carried over and budgeted in 2006. The County carried over the budget for unfinished projects from 2005 to 2006. The 2005 amount that was budgeted in 2006 was \$24,820,915. The reappropriation of this amount added to the actual expenses of 2005 for a total of \$154,835,573, accounting for 96% of the amended budget for 2005. In addition the State's Attorney's Office has over \$3 million dollars in grants budgeted in its department. Although the grants salaries were fully budgeted in 2005, some grant budget was carried over from 2004. Also, the County appropriates the entire budget for the grants when they are received. All federal grants have a start date of October 1. Therefore, much of the \$1.1 million budget that this department had unspent were grant funds that were not intended to be spent in 2005. The Department of Information and Technology had \$1.4 million of unspent funds that were not carried over into 2006. There were vacancies in high-level positions that caused salaries and benefits to be \$300,000 under budget. The budget had been increased from 2004 to 2005 to support various projects. Because of restructuring in the department some of these projects were not started in 2005.

The general fund had revenues and other financing sources of \$136,819,211; this amount is \$9,450,782 over the final budget. This includes \$15,711,758 in interfund transfers. This transfer includes 13,095,001 in transfers in from the IMRF and FICA property tax funds to reimburse county departments for these expenses and \$1,810,000 from the Recorder Automation Fund to reimburse for technical services and equipment. The major differences when comparing budget to actual revenues were in the Recorder of Deeds' fees, interest, unbudgeted sale of property and certain taxes. The Recorder of Deed's fees of \$7,791,885 exceeded budget by \$2,691,885. The various sales tax revenues were over budget by \$1,703,392 as well as the personal property replacement tax and the income taxes that were over by \$1,082,435 and \$639,115, respectively. The inheritance tax is difficult to budget because it is unknown what the estates will be in a given year. In 2005 the inheritance tax was \$1,385,869 over the budget. Also the penalties and costs that the Treasurer collects on delinquent property taxes was \$3.2 million, more than \$1 million over budget. Because the interest rate that the County received for its investments rose through 2005, the interest received was \$360,628 over what was budgeted for the year.

**Health Department Fund.** The Health Department Fund had an adopted budget of \$55,827,019 and a final budget of \$63,086,536 for an increase of \$7,259,517. Similar to the General Fund, the Health Department budget was amended to carryover \$2,794,304 of budget appropriation, the majority of which was for the new Highland Park Clinic building and equipment that was not spent in 2004. In addition there were \$2,153,871 in emergency appropriations of new grant money awarded the County. Because the State of Illinois is on a different fiscal year the Health Department does not know the exact dollar amount of current and new grants at the time the County budget is approved. This requires a budget adjustment to be made when actual grant funded dollars are known. The Health Department also appropriated an additional \$800,000 to transfer to the Risk Fund for the purpose of purchasing medical malpractice wrap around insurance. The Health Department applied and received free medical malpractice coverage for its Health Facilities under the Federal Torts Claim Act. This will save the County an average of \$780,000 per year and the total cost of the wrap around insurance would only cost \$1,280,000. The Health Department also received unanticipated funding from the Medicaid Federal Financial Participation Funding Initiative in the amount of 1,498,579.39. These funds will be used to refurbish aging, inefficient clinic and office space and also required an emergency appropriation.

The Health Department Fund had expenditures of \$55,020,859. Of the unspent dollars \$3,873,783 were carried over to 2006. In addition the department had salary vacancies that account for an additional \$1.8 million in unspent budget. Finally, they received a \$1.1 million grant that was not spent. This accounts for 98% of the Health Department budget.

The revenues of the Health Department Fund were amended to reflect new grant funds, this amount in 2005 was \$6,731,422. Revenues were \$56,032,184 of the \$59,260,319 budget. The County also had to transfer in \$4,592,607 for the employee costs of IMRF, FICA and Medicare (as explained in the General Fund analysis) and \$428,990 from the Solid Waste Management Tax Fund to reimburse for health inspections. Most of the uncollected amount can be attributed to a \$1.8 million grant budgeted expected to be received in 2006 and \$900,000 in interfund transfers.

### **Capital Asset and Debt Administration**

**Capital Assets.** The governmental funds and business-type activities of the County had total capital assets at the end of the year of \$1,373 million with a fully depreciated value of \$999 million. This includes land and land improvements at a value of \$411 million, roads and bridges with a depreciated value of \$232 million, water and sewer activities with a depreciated value of \$189 million and buildings net of depreciation at \$143 million. The County's capitalization policy is as follows:

## Capital Asset and Debt Administration (cont.)

### Capital Assets. (cont.)

Asset Category	Threshold
Land	\$ 50,000
Land improvements	\$100,000
Buildings/Building Improvements	\$100,000
Machinery/Equip/Furnishings	\$ 25,000
Vehicles	\$ 15,000
Roads and Bridges	\$200,000

In 2005, the County added \$28.8 million in assets while disposing of \$4.4 million. The disposals consisted of \$1.3 million in vehicles and equipment and \$3.0 million in land and roads.

The major projects of the \$28.8 million in additions (including work in progress) consisted of:

- \$18.1 million in major road projects, including the completion of reconstruction, realignment and major resurfacing projects.
- \$7.5 million in building projects for the North Branch Court (\$1.1 Million), Highland Park (\$858,000) and the traffic improvement system (\$726,00) and the Work Release Center (\$4.8 million).
- \$1.35 million in vehicle replacement, including \$464,000 for the Division of Transportation cars and trucks and \$406,000 for Sheriff's squad cars, \$251,000 in other law enforcement activities and \$157,000 for Health and Human Services.
- \$1.47 million in land acquisitions including \$460,000 for Highland Park Clinic, \$430,000 for County land expansion (124 ML King) and \$333,882 for flood mitigation.
- For property and equipment the County spent \$442,000 for computer equipment
- The Forest Preserve spent \$4.7 for land and land rights and \$4.7 million for development projects in progress.
- Public Works added assets of \$15.1 million for property, plant and equipment primarily for expansion and plant upgrades for sewer and water projects.

For further information on the County's capital assets, refer to Note IV.D. to the financial statements.

**Long-Term Debt.** At the end of 2005 Lake County had outstanding debt in the governmental funds of \$206 million. The lease between the County and the Lake County Public Building Commission ended October 31, 2005 and the final debt service for bonds for the downtown Waukegan campus was made May 1, 2005. The County also has special service area debt of \$1,050,000 that is paid from property tax revenue levied against the benefiting geographic areas. The County has \$6 million and the Forest Preserve has \$195 million in general obligation bonds. The County's bonds are paid from revenues in the General Fund and the Forest Preserve's bonds are paid by the property tax levy. In addition the Golf Courses have \$1.6 million outstanding on an installment loan. In September 2005 the final payment on the note payable for land purchased for future expansion of the juvenile detention center. In 2005 the County purchased a mainframe computer through a capital lease, the cost of the computer was \$422,484 and the balance remaining at the end of 2005 was \$287,506, The County has outstanding Debt Certificates of \$1,295,000 on behalf of the Lake County Emergency Telephone System Board (ETSB). For further information on the County's debt please see Note IV.F to the financial statements.

The County has a credit rating of AAA from Standard and Poor's and a credit rating of Aaa from Moody's Investment Services. These are the highest ratings available to governments and only 30 other U.S. counties enjoy both of these ratings. The County has held both of these ratings since 2001.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

- The County's population increased 1.3% from 692,895 in 2004 to 702,682 in 2005. Lake County is the second wealthiest county in Illinois.
- The County's unemployment rate is lower than the State of Illinois and the U.S. The most recent unemployment rate in May 2006 for the County is 3.9%, the State of Illinois rate and the U.S. rate is the same, 4.6%.
- The County enjoyed economic growth in its real property through 2005. The equalized assessed valuation (EAV) collectible in 2005 is \$22,998,688, an increase of 6.7% over 2004 collectible EAV.
- As a result of the Property Tax Extension Limitation Act, Lake County is statutorily limited to a property tax increase of 5% or CPI, whichever is lower. The total levy dollar amount is \$113,814,544.
- The 2006 budget was passed on November 8, 2005, but the draft budget was completed at least two months (September) before that date. The sales tax and shared revenue distributions are received two to three months after collection in Illinois, so by September (the 10<sup>th</sup> month of the fiscal year) there is only seven months of current fiscal year information. The County's sales tax revenue and other state taxes were about \$39.2 million in 2005, \$4.8 million over the budgeted amount of \$34.4 million. The first seven months of the 2005 fiscal year indicated that the receipts would be over-budget and so the revenues budgets were increased to \$37.3 million. The 2006 County's ¼% sales tax that was budgeted at \$22.5 million is showing \$9.6 million after 5 months, with the forecast for 2006 to be over \$23 million. Income tax was budgeted at \$6 million, but after 6 months is already \$3.8 million. All of the state tax revenues show increases in the first six months of the 2005 fiscal year. Inheritance tax has reached its budget of \$1.3 million in the first six months.
- In order to control the increase in health care insurance costs the County became self-insured in 2004 to provide health insurance to its employees. The County budgeted an increase of 12.5% in the Health, Life and Dental Fund over 2005 due to a 20% increase in HMO expenses that the County experienced in 2005. It appears the fund is currently experiencing actual expenses for the first 6 months of 2006 at \$2 million under budget, at about the same level as 2005.
- The County adopted a status quo budget for departmental expenses other than salaries and select contractually mandated increases. Salary increases for non-union employees were an average of 4% depending on an individual's performance evaluation.
- The Lake County Public Building Commission turned over all of its assets to Lake County in the first quarter of 2006.

## **REQUESTS FOR INFORMATION**

This financial report is designed to provide the citizens, taxpayers, customers and investors with the general overview of the County's finances and to show the County's commitment to public accountability. If you have any questions about this report or wish to request any additional information please contact the Controller's office, 18 North County Street, 9<sup>th</sup> floor, Waukegan, Illinois 60085.

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# LAKE COUNTY, ILLINOIS

## STATEMENT OF NET ASSETS November 30, 2005

	<u>Governmental Activities</u>	<u>Business- type Activities</u>	<u>Totals</u>
<b>ASSETS</b>			
Cash and investments	\$ 278,698,095	\$ 37,669,701	\$ 316,367,796
Taxes receivable, net of allowance for uncollectibles	150,780,289	-	150,780,289
Accrued interest	1,711,086	4,563	1,715,649
Accounts receivable, net of allowance for uncollectibles	8,871,523	6,552,645	15,424,168
Due from governmental agencies	15,509,075	-	15,509,075
Other assets	3,933,456	531,913	4,465,369
Restricted Assets			
Cash and investments	-	37,621,759	37,621,759
Accrued interest	-	496,363	496,363
Prepaid expenses	-	42,991	42,991
Deferred system costs, net of amortization	-	23,381	23,381
Unamortized bond issue costs, net of amortization	-	744,939	744,939
Capital Assets			
Land and land improvements	360,339,011	50,228,445	410,567,456
Construction in progress	37,474,257	25,778,123	63,252,380
Other capital assets, not depreciated	5,615,686	-	5,615,686
Other capital assets, net of depreciation	342,904,832	176,350,161	519,254,993
<b>Total Assets</b>	<u>1,205,837,310</u>	<u>336,044,984</u>	<u>1,541,882,294</u>
<b>LIABILITIES</b>			
Accounts payable	18,660,389	9,411,408	28,071,797
Accrued salaries and wages	8,189,965	494,995	8,684,960
Other liabilities	2,836,660	82,993	2,919,653
Due to governmental agencies	31,996	-	31,996
Unearned revenue	137,991,479	2,180,437	140,171,916
Noncurrent Liabilities			
Due within one year	37,168,884	4,509,491	41,678,375
Due in more than one year	201,537,659	41,596,740	243,134,399
<b>Total Liabilities</b>	<u>406,417,032</u>	<u>58,276,064</u>	<u>464,693,096</u>
<b>NET ASSETS</b>			
Investment in capital assets, net of related debt	540,114,351	208,319,327	748,433,678
Restricted in accordance with:			
Bond ordinance	-	37,616,333	37,616,333
Donor requirements	402,600	-	402,600
State statutes	33,774,312	-	33,774,312
Forest preserve land acquisition and development	34,487,594	-	34,487,594
Forest preserve encumbrances	4,850,546	-	4,850,546
Forest preserve debt service	18,348,980	-	18,348,980
Unrestricted	167,441,895	31,833,260	199,275,155
<b>TOTAL NET ASSETS</b>	<u>\$ 799,420,278</u>	<u>\$ 277,768,920</u>	<u>\$1,077,189,198</u>

See accompanying notes to financial statements.

**LAKE COUNTY, ILLINOIS**

STATEMENT OF ACTIVITIES  
For the Year Ended November 30, 2005

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating	Capital	Primary Government		
			Grants and Contributions	Grants and Contributions	Governmental Activities	Business-type Activities	Totals
<b>Governmental Activities</b>							
General government	\$ 70,904,849	\$ 35,556,893	\$ 76,368	\$ -	\$ (35,271,588)	\$ -	\$ (35,271,588)
Law and judicial	81,324,847	24,454,341	548,340	-	(56,322,166)	-	(56,322,166)
Health and human services	81,863,211	26,152,721	28,674,104	-	(27,036,386)	-	(27,036,386)
Transportation	43,870,021	11,804,287	68,852	10,979,740	(21,017,142)	-	(21,017,142)
Culture, recreation, education	23,210,983	3,402,092	884,025	2,244,530	(16,680,336)	-	(16,680,336)
Planning and economic development	13,341,876	3,997,064	7,139,074	-	(2,205,738)	-	(2,205,738)
Interest and fiscal charges	10,899,055	-	-	-	(10,899,055)	-	(10,899,055)
<b>Total Governmental Activities</b>	<b>325,414,842</b>	<b>105,367,398</b>	<b>37,390,763</b>	<b>13,224,270</b>	<b>(169,432,411)</b>	<b>-</b>	<b>(169,432,411)</b>
<b>Business-type Activities</b>							
Water and sewer	31,826,703	29,794,800	-	5,096,867	-	3,064,964	3,064,964
Public Building Commission	10,390,452	6,280,715	-	-	-	(4,109,737)	-
Golf courses	4,254,628	5,328,732	-	-	-	1,074,104	-
Fox River Recreation Area	287,061	223,177	-	-	-	(63,884)	1,074,104
<b>Total Business-type Activities</b>	<b>46,758,844</b>	<b>41,627,424</b>	<b>-</b>	<b>5,096,867</b>	<b>-</b>	<b>(34,553)</b>	<b>4,139,068</b>
<b>Total</b>	<b>\$ 372,173,686</b>	<b>\$ 146,994,822</b>	<b>\$ 37,390,763</b>	<b>\$ 18,321,137</b>	<b>(169,432,411)</b>	<b>(34,553)</b>	<b>(161,154,275)</b>
<b>General Revenues</b>							
<b>Taxes</b>							
Property taxes					158,006,192	872,448	158,878,640
Sales taxes					26,462,677	-	26,462,677
Income taxes					6,139,115	-	6,139,115
Personal property replacement taxes					3,032,435	-	3,032,435
Other taxes					1,068,696	-	1,068,696
Investment income					10,846,009	2,067,484	12,913,493
Miscellaneous					26,574	528,622	555,196
Gain on sale of capital assets					428,026	-	428,026
Transfers					162,200	(162,200)	-
Transfer of capital assets					(247,752)	247,752	-
<b>Total general revenues and transfers</b>					<b>205,924,172</b>	<b>3,554,106</b>	<b>209,478,278</b>
<b>Change in net assets</b>					<b>36,491,761</b>	<b>3,519,553</b>	<b>40,011,314</b>
<b>NET ASSETS - Beginning, as restated</b>					<b>762,928,517</b>	<b>274,249,367</b>	<b>1,037,177,884</b>
<b>NET ASSETS - ENDING</b>					<b>\$ 799,420,278</b>	<b>\$ 277,768,920</b>	<b>\$ 1,077,189,198</b>

See accompanying notes to financial statements.

**LAKE COUNTY, ILLINOIS**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
November 30, 2005

	General	Health Department	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash and investments	\$ 102,956,068	\$ 12,073,447	\$ 158,472,137	\$ 273,501,652
Taxes receivable, net of allowance for uncollectibles	45,546,096	19,304,138	85,930,055	150,780,289
Accrued interest	1,191,143	51,599	468,344	1,711,086
Accounts receivable, net of allowance for uncollectibles	964,334	5,389,363	1,484,846	7,838,543
Due from governmental agencies	2,480,329	-	13,028,746	15,509,075
Due from other funds	2,528,688	-	2,945,675	5,474,363
Other assets	512,741	3,505	490,722	1,006,968
<b>TOTAL ASSETS</b>	<b><u>\$ 156,179,399</u></b>	<b><u>\$ 36,822,052</u></b>	<b><u>\$ 262,820,525</u></b>	<b><u>\$ 455,821,976</u></b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 4,893,574	\$ 1,082,228	\$ 11,429,630	\$ 17,405,432
Deferred revenue	36,821,770	19,508,662	82,575,465	138,905,897
Accrued salaries and wages	3,880,184	1,864,351	2,445,430	8,189,965
Other liabilities	423,537	-	1,919,472	2,343,009
Due to governmental agencies	-	-	31,996	31,996
Due to other funds	3,098,000	-	2,591,363	5,689,363
<b>Total Liabilities</b>	<b><u>49,117,065</u></b>	<b><u>22,455,241</u></b>	<b><u>100,993,356</u></b>	<b><u>172,565,662</u></b>
<b>FUND BALANCES</b>				
Reserved	512,741	-	19,236,682	19,749,423
Designated				
General fund	24,820,915	-	-	24,820,915
Special revenue funds	-	2,057,373	38,924,642	40,982,015
Capital projects fund	-	-	33,433,557	33,433,557
Undesignated				
General fund	81,728,678	-	-	81,728,678
Special revenue funds	-	12,309,438	70,016,479	82,325,917
Capital projects fund	-	-	215,809	215,809
<b>Total Fund Balances</b>	<b><u>107,062,334</u></b>	<b><u>14,366,811</u></b>	<b><u>161,827,169</u></b>	<b><u>283,256,314</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 156,179,399</u></b>	<b><u>\$ 36,822,052</u></b>	<b><u>\$ 262,820,525</u></b>	

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds. See note II. A.	743,752,633
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds	914,416
Long-term liabilities applicable to the county's governmental activities are not due and payable in the current period, and accordingly are not reported as fund liabilities. See note II. A.	(234,481,919)
Internal service funds are reported as governmental activities in the Statement of Net Assets.	<u>5,978,834</u>
<b>TOTAL NET ASSETS - GOVERNMENTAL ACTIVITIES</b>	<b><u>\$ 799,420,278</u></b>

See accompanying notes to financial statements.

**LAKE COUNTY, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS**

For the Year Ended November 30, 2005

	General	Health Department	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>				
Taxes	\$ 70,271,231	\$ 15,194,102	\$ 123,439,346	\$ 208,904,679
Charges for services	19,256,475	4,075,934	19,232,269	42,564,678
Licenses and permits	3,129,766	-	-	3,129,766
Fines and forfeitures	1,211,940	-	-	1,211,940
Intergovernmental	16,887,378	31,207,174	37,137,695	85,232,247
Investment income	2,803,628	198,032	3,756,284	6,757,944
Miscellaneous	7,401,680	312,795	2,129,111	9,843,586
<b>Total Revenues</b>	<u>120,962,098</u>	<u>50,988,037</u>	<u>185,694,705</u>	<u>357,644,840</u>
<b>EXPENDITURES</b>				
Current				
General government	33,753,341	-	15,817,775	49,571,116
Law and judicial	78,081,737	-	7,915,864	85,997,601
Health and human services	-	51,796,687	30,286,449	82,083,136
Transportation	-	-	15,278,709	15,278,709
Planning and economic development	5,794,077	-	7,383,100	13,177,177
Forest preserve	-	-	18,543,700	18,543,700
Debt Service				
Principal	1,111,155	-	15,789,314	16,900,469
Interest	257,707	-	12,944,290	13,201,997
Capital Outlay	8,191,212	2,424,172	38,962,713	49,578,097
<b>Total Expenditures</b>	<u>127,189,229</u>	<u>54,220,859</u>	<u>162,921,914</u>	<u>344,332,002</u>
Excess (deficiency) of revenues over expenditures	<u>(6,227,131)</u>	<u>(3,232,822)</u>	<u>22,772,791</u>	<u>13,312,838</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Refunding bonds issued	-	-	38,325,000	38,325,000
Premium on bonds issued	-	-	613,160	613,160
Capital lease	422,484	-	-	422,484
Payments to refunding bond escrow agent	-	-	(38,726,663)	(38,726,663)
Transfers in	15,711,758	5,021,824	13,731,642	34,465,224
Transfers out	(3,247,909)	(800,000)	(30,870,115)	(34,918,024)
Sale of capital assets	145,355	22,323	344,501	512,179
<b>Total Other Financing Sources (Uses)</b>	<u>13,031,688</u>	<u>4,244,147</u>	<u>(16,582,475)</u>	<u>693,360</u>
<b>Net Change in Fund Balances</b>	6,804,557	1,011,325	6,190,316	14,006,198
FUND BALANCES - Beginning, as restated	<u>100,257,777</u>	<u>13,355,486</u>	<u>155,636,853</u>	<u>269,250,116</u>
<b>FUND BALANCES - ENDING</b>	<u>\$ 107,062,334</u>	<u>\$ 14,366,811</u>	<u>\$ 161,827,169</u>	<u>\$ 283,256,314</u>

See accompanying notes to financial statements.

## LAKE COUNTY, ILLINOIS

### RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES For the Year Ended November 30, 2005

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds \$ 14,006,198

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay per fund financial statements	49,578,097
Less: some items reported as outlay in the fund financial statements do not meet the county's capitalization criteria	(5,560,573)
Depreciation is reported in the government-wide statements	(30,058,820)
Net book value of assets retired	(464,943)

Contributed capital assets not recorded in the fund statements 268,402

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to government funds, while the repayment of the principal of long-term debt and increases in compensated absences consumes the current financial resources of government funds.

Capital lease issued	(422,484)
Debt issued	(38,325,000)
Premium on bond issue	(613,160)
Bond issuance costs deferred	211,497
Principal paid	54,802,910
Accretion on capital appreciation bonds	1,742,441

Deferred interest income in the fund statements is recognized as revenue in the government-wide statements 914,416

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in compensated absences	(1,482,601)
Change in accrued interest	75,893
Change in amortization of deferred debt costs	(163,995)
Change in issuance premium	392,377
Change in prepaid items	(6,985,261)
Change in risk management claims and judgments	(1,424,379)

Internal service funds are used by management to charge insurance costs to individual funds. 746

**CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES** \$ 36,491,761

**LAKE COUNTY, ILLINOIS**

STATEMENT OF NET ASSETS - PROPRIETARY FUNDS  
November 30, 2005

	Business-type Activities				Governmental Activities - Internal Service Funds
	Enterprise Funds		Non-Major Enterprise Funds	Totals	
	Public Works	Golf Courses			
<b>ASSETS</b>					
Current Assets					
Cash and investments	\$ 17,971,978	\$ 4,645,023	\$ 15,052,700	\$ 37,669,701	\$ 5,196,443
Accrued interest	-	4,563	-	4,563	-
Accounts receivable, net of allowance for uncollectibles	6,538,790	13,185	670	6,552,645	960,413
Restricted Assets					
Cash and investments	4,480,568	-	-	4,480,568	-
Due from other funds	-	-	-	-	215,000
Other assets	428,900	103,013	-	531,913	-
<b>Total Current Assets</b>	<b>29,420,236</b>	<b>4,765,784</b>	<b>15,053,370</b>	<b>49,239,390</b>	<b>6,371,856</b>
Noncurrent Assets					
Restricted Assets					
Cash and investments	33,141,191	-	-	33,141,191	-
Accrued interest	496,363	-	-	496,363	-
Prepaid connection fees	42,991	-	-	42,991	-
Deferred system costs, net of amortization	23,381	-	-	23,381	-
Unamortized bond issue costs, net of amortization	744,939	-	-	744,939	-
Capital Assets					
Land	2,576,151	22,498,464	13,041,690	38,116,305	-
Construction in progress	24,571,338	1,206,785	-	25,778,123	98,500
Other capital assets, net of depreciation	169,516,421	11,657,486	7,288,394	188,462,301	2,482,654
<b>Total Noncurrent Assets</b>	<b>231,112,775</b>	<b>35,362,735</b>	<b>20,330,084</b>	<b>286,805,594</b>	<b>2,581,154</b>
<b>Total Assets</b>	<b>260,533,011</b>	<b>40,128,519</b>	<b>35,383,454</b>	<b>336,044,984</b>	<b>8,953,010</b>
<b>LIABILITIES</b>					
Current Liabilities					
Accounts payable	3,358,709	2,024,288	1,952,321	7,335,318	1,260,865
Current portion of claims and judgments	-	-	-	-	1,700,529
Deferred revenue	-	233,973	-	233,973	-
Accrued salaries and wages	336,430	155,355	3,210	494,995	-
Other liabilities	-	80,990	2,003	82,993	12,782
Compensated absences	510,467	11,460	-	521,927	-
Liabilities Payable From Restricted Assets					
Current maturities of revenue bonds payable	3,480,000	-	-	3,480,000	-
Current maturities of installment certificates payable	-	503,000	-	503,000	-
Depreciation, extension and improvement	469,340	-	-	469,340	-
New Century Town account - accounts payable	909,158	-	-	909,158	-
Central Lake County Joint Action Water Agency - connection fees	697,592	-	-	697,592	-
<b>Total Current Liabilities</b>	<b>9,761,696</b>	<b>3,009,066</b>	<b>1,957,534</b>	<b>14,728,296</b>	<b>2,974,176</b>
Noncurrent Liabilities					
Revenue bonds payable	39,733,946	-	-	39,733,946	-
Installment certificates payable	-	1,084,000	-	1,084,000	-
Unamortized bond premium	73,028	-	-	73,028	-
Compensated absences	550,043	150,973	9,314	710,330	-
Deferred revenue	1,946,464	-	-	1,946,464	-
<b>Total Noncurrent Liabilities</b>	<b>42,303,481</b>	<b>1,234,973</b>	<b>9,314</b>	<b>43,547,768</b>	<b>-</b>
<b>Total Liabilities</b>	<b>52,065,177</b>	<b>4,244,039</b>	<b>1,966,848</b>	<b>58,276,064</b>	<b>2,974,176</b>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	154,213,508	33,775,735	20,330,084	208,319,327	2,581,154
Restricted	36,901,107	715,226	-	37,616,333	-
Unrestricted	17,353,219	1,393,519	13,086,522	31,833,260	3,397,680
<b>TOTAL NET ASSETS</b>	<b>\$ 208,467,834</b>	<b>\$ 35,884,480</b>	<b>\$ 33,416,606</b>	<b>\$ 277,768,920</b>	<b>\$ 5,978,834</b>

See accompanying notes to financial statements.

**LAKE COUNTY, ILLINOIS**

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND  
NET ASSETS - PROPRIETARY FUNDS  
For the Year Ended November 30, 2005

	Business-type Activities				Governmental Activities - Internal Service Funds
	Enterprise Funds		Non-Major Enterprise Funds	Totals	
	Public Works	Golf Courses			
<b>OPERATING REVENUES</b>					
Charges for services	\$ 29,794,800	\$ 5,316,607	\$ 6,280,214	\$ 41,391,621	\$ 26,673,582
Equipment replacement charges	-	-	-	-	739,478
Miscellaneous	229,935	12,125	236,207	478,267	4,477
Total Operating Revenues	<u>30,024,735</u>	<u>5,328,732</u>	<u>6,516,421</u>	<u>41,869,888</u>	<u>27,417,537</u>
<b>OPERATING EXPENSES</b>					
Personal services	7,277,643	2,599,435	98,036	9,975,114	-
Commodities	1,355,139	655,517	11,379	2,022,035	-
Contractual	16,395,500	614,956	10,324,284	27,334,740	27,753,116
Capital outlay	-	-	-	-	105,163
Depreciation	5,128,409	319,310	142,080	5,589,799	498,081
Total Operating Expenses	<u>30,156,691</u>	<u>4,189,218</u>	<u>10,575,779</u>	<u>44,921,688</u>	<u>28,356,360</u>
Operating Income (Loss)	<u>(131,956)</u>	<u>1,139,514</u>	<u>(4,059,358)</u>	<u>(3,051,800)</u>	<u>(938,823)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Property tax revenue	872,448	-	-	872,448	-
Investment income	1,519,411	74,448	473,625	2,067,484	55,020
Gain on sale of capital assets	79,657	-	1,691	81,348	-
Interest expense	(1,588,513)	(65,410)	(101,634)	(1,755,557)	-
Amortization of bond issuance costs	(78,520)	-	-	(78,520)	-
Amortization of bond premium	20,399	-	-	20,399	-
Amortization of system costs	(23,378)	-	-	(23,378)	-
Miscellaneous income	-	-	204,710	204,710	117,987
Total Nonoperating Revenues (Expenses)	<u>801,504</u>	<u>9,038</u>	<u>578,392</u>	<u>1,388,934</u>	<u>173,007</u>
Income (loss) before contributions and transfers	<u>669,548</u>	<u>1,148,552</u>	<u>(3,480,966)</u>	<u>(1,662,866)</u>	<u>(765,816)</u>
Capital contributions	400,000	247,752	-	647,752	151,562
Capital contributions - connection fees	4,696,867	-	-	4,696,867	-
Transfers in	-	-	-	-	615,000
Transfers out	-	(137,200)	(25,000)	(162,200)	-
Total Capital Contributions and Transfers	<u>5,096,867</u>	<u>110,552</u>	<u>(25,000)</u>	<u>5,182,419</u>	<u>766,562</u>
Change in Net Assets	5,766,415	1,259,104	(3,505,966)	3,519,553	746
NET ASSETS - Beginning	<u>202,701,419</u>	<u>34,625,376</u>	<u>36,922,572</u>	<u>274,249,367</u>	<u>5,978,088</u>
<b>NET ASSETS - ENDING</b>	<u>\$ 208,467,834</u>	<u>\$ 35,884,480</u>	<u>\$ 33,416,606</u>	<u>\$ 277,768,920</u>	<u>\$ 5,978,834</u>

See accompanying notes to financial statements.

**LAKE COUNTY, ILLINOIS**

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 For the Year Ended November 30, 2005

	Business-type Activities				Governmental Activities - Internal Service Funds
	Enterprise Funds		Non-Major Enterprise Funds	Totals	
	Public Works	Golf Courses			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash received from customers	\$ 29,276,292	\$ 5,335,268	\$ 221,586	\$ 34,833,146	\$ 4,477
Cash received from insured and county departments	-	-	-	-	26,423,731
Cash received from interfund services provided	-	-	-	-	741,428
Cash received from cylinder deposits	3,600	-	-	3,600	-
Cash paid to suppliers and employees	(24,715,652)	(3,758,754)	(11,682,212)	(40,156,618)	(27,265,596)
Net Cash Flows From Operating Activities	<u>4,564,240</u>	<u>1,576,514</u>	<u>(11,460,626)</u>	<u>(5,319,872)</u>	<u>(95,960)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Property tax revenue	872,448	-	-	872,448	-
Miscellaneous expense	-	-	(100)	(100)	-
Due to other funds	(752,653)	-	-	(752,653)	-
Transfers in	-	-	(25,000)	(25,000)	615,000
Transfers out	-	(137,200)	-	(137,200)	-
Net Cash Flows from Noncapital Financing Activities	<u>119,795</u>	<u>(137,200)</u>	<u>(25,100)</u>	<u>(42,505)</u>	<u>615,000</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Acquisition and construction of capital assets	(13,975,301)	(130,753)	-	(14,106,054)	(424,952)
Proceeds from debt issued	2,000,000	-	-	2,000,000	-
Debt retired	(4,240,000)	(479,000)	(4,270,000)	(8,989,000)	-
Interest paid	(1,624,681)	(66,116)	(219,030)	(1,909,827)	-
Reduction of investment on direct financing lease	-	-	4,270,000	4,270,000	-
Proceeds from sale of capital assets	79,657	-	1,691	81,348	132,329
Connection charges	4,696,867	-	-	4,696,867	-
Net Cash Flows from Capital and Related Financing	<u>(13,063,458)</u>	<u>(675,869)</u>	<u>(217,339)</u>	<u>(13,956,666)</u>	<u>(292,623)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Investment income received	1,193,380	74,448	525,118	1,792,946	55,020
Proceeds from sale of investments	39,567,000	3,075,033	20,598,120	63,240,153	2,429,935
Purchase of investments	(31,067,000)	(3,764,301)	(13,605,440)	(48,436,741)	(2,989,362)
Net Cash Flows from Investing Activities	<u>9,693,380</u>	<u>(614,820)</u>	<u>7,517,798</u>	<u>16,596,358</u>	<u>(504,407)</u>
<b>Net Change in Cash and Cash Equivalents</b>	<u>1,313,957</u>	<u>148,625</u>	<u>(4,185,267)</u>	<u>(2,722,685)</u>	<u>(277,990)</u>
CASH AND CASH EQUIVALENTS - Beginning	<u>212,780</u>	<u>1,968,263</u>	<u>18,186,931</u>	<u>20,367,974</u>	<u>2,095,636</u>
<b>CASH AND CASH EQUIVALENTS - ENDING</b>	<u>\$ 1,526,737</u>	<u>\$ 2,116,888</u>	<u>\$ 14,001,664</u>	<u>\$ 17,645,289</u>	<u>\$ 1,817,646</u>
<b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Contributions of capital assets from others	\$ 400,000	\$ 247,752	\$ -	\$ 647,752	\$ -
Accretion of debt issue	\$ 646,558	\$ -	\$ -	\$ 646,558	\$ -
Increase in fair value of investment	\$ -	\$ -	\$ 7,320	\$ 7,320	\$ -
Insurance premium payments made by county on behalf of the Public Building Commission	\$ -	\$ -	\$ 204,810	\$ 204,810	\$ -

	Business-type Activities				Governmental Activities - Internal Service Funds
	Enterprise Funds		Non-Major Enterprise Funds	Totals	
	Public Works	Golf Courses			
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES</b>					
Operating income (loss)	\$ (131,956)	\$ 1,139,514	\$ (4,059,358)	\$ (3,051,800)	\$ (938,823)
Depreciation expense	5,128,409	319,310	142,080	5,589,799	498,081
Insurance premium payments made on behalf by county	-	-	204,810	204,810	-
Changes in assets and liabilities					
Accounts receivable	(586,237)	6,536	100	(579,601)	(372,991)
Inventories	-	11,638	-	11,638	1,950
Other assets	(425,300)	(500)	-	(425,800)	-
Due from other funds	-	-	-	-	128,819
Prepaid connection fees	11,891	-	-	11,891	-
Accounts payable	622,316	1,708	354,224	978,248	592,683
Deferred revenue	(162,206)	17,039	(8,378,625)	(8,523,792)	(5,679)
Other liabilities	83,291	28,634	1,376	113,301	-
Accrued salaries and wages	-	12,958	2,102	15,060	-
Compensated absences	32,950	39,677	2,251	74,878	-
Due to other funds	(8,918)	-	270,414	261,496	-
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>\$ 4,564,240</b>	<b>\$ 1,576,514</b>	<b>\$ (11,460,626)</b>	<b>\$ (5,319,872)</b>	<b>\$ (95,960)</b>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS - PROPRIETARY FUNDS</b>					
Cash and investments - statement of net assets	\$ 17,971,978	\$ 4,645,023	\$ 15,052,700	\$ 37,669,701	\$ 5,196,443
Restricted cash and investments - statement of net assets - current	4,480,568	-	-	4,480,568	-
Restricted cash and investments - statement of net assets - noncurrent	33,141,191	-	-	33,141,191	-
Less: Noncash equivalents	(54,067,000)	(2,528,135)	(1,051,036)	(57,646,171)	(3,378,797)
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>\$ 1,526,737</b>	<b>\$ 2,116,888</b>	<b>\$ 14,001,664</b>	<b>\$ 17,645,289</b>	<b>\$ 1,817,646</b>

See accompanying notes to financial statements.

**LAKE COUNTY, ILLINOIS**

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUNDS  
November 30, 2005**

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	<u>Agency Funds</u>
<b>ASSETS</b>	
Cash and investments	\$ 25,141,805
Accounts receivable, net of allowance for uncollectibles	179,123
Due from governmental agencies	<u>1,814,480</u>
Total Assets	<u>27,135,408</u>
<b>LIABILITIES</b>	
Due to governmental agencies	13,463,959
Amounts available for distributions	<u>13,671,449</u>
Total Liabilities	<u>27,135,408</u>
<b>NET ASSETS</b>	<u>\$ -</u>

See accompanying notes to financial statements.

# LAKE COUNTY, ILLINOIS

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# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2005

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### **NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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The accounting policies of Lake County, Illinois (County) conform to generally accepted accounting principles as applicable to governmental units, except as noted below.

#### **A. REPORTING ENTITY**

This report includes all of the funds of the County of Lake. The reporting entity for the County consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading or incomplete. A legally separate organization should be reported as a component unit if the elected officials of the primary government are financially accountable to the organization. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the primary government. The primary government may be financially accountable if an organization is fiscally dependent on the primary government.

A legally separate, tax exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization; (3) the economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. Blended component units, although legally separate entities, are, in substance, part of the government's operations and are reported with similar funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the primary government.

#### ***Blended Component Units***

The Lake County Forest Preserve District and Lake County Public Building Commission are component units of Lake County and their financial information is blended into the County's financial report. The County Board is also the governing body for the Lake County Forest Preserve District. A copy of the individual audit and further information regarding the Lake County Forest Preserve District can be obtained from the District's office at 2000 North Milwaukee Avenue, Libertyville, IL 60048. The Lake County Board chairman appoints the five members of the Lake County Public Building Commission. Information regarding the Lake County Public Building Commission can be obtained from the Public Building Commission's office at 18 North County Street, Waukegan, IL 60085.

The Lake County Forest Preserve District and Lake County Public Building Commission are included in Lake County's financial statements for the first time in 2005. Also included for the first time is the Lake County Emergency Telephone Systems Board (ETSB), which has been reported as a special revenue fund. Separately issued financial statements can be obtained from the ETSB's office in Wauconda, Illinois.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2005

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### A. REPORTING ENTITY (cont.)

##### *Related Organizations*

Certain organizations have their board members appointed by the County Board. However, the County is not financially accountable for these organizations. Accordingly, these organizations are not part of the financial reporting entity. The organizations are as follows:

- Fire Protection Districts
- Lake County Housing Authority
- Drainage Districts
- Mosquito Abatement Districts
- Sanitary Districts

#### B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

##### *Government-Wide Financial Statements*

The statement of net assets and statement of activities display information about the primary government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The County does not allocate indirect expenses to functions in the statement of activities. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

##### *Fund Financial Statements*

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, net assets/fund equity, revenues, and expenditure/expenses.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2005

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)**

##### ***Fund Financial Statements (cont.)***

Separate financial statements are provided for governmental funds and proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Funds are organized as major funds or non-major funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the County or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. The same element of the individual governmental fund or enterprise fund that met the 10 percent test is at least 5 percent of the corresponding total for all governmental and enterprise funds combined.
- c. In addition, any other governmental or enterprise fund that the County believes is particularly important to financial statement users may be reported as a major fund.

The County reports the following major governmental funds:

General Fund – accounts for the County's primary operating activities. It is used to account for all financial resources except those required to be accounted for in another fund.

Health Department Fund – accounts for resources legally restricted to supporting expenditures for the health department related programs.

The County reports the following major enterprise funds:

Public Works – Waterworks and Sewerage System – accounts for operations of the water and sewer systems.

Forest Preserve – Golf Courses – accounts for the operation of the Countryside, Brae Loch, Fort Sheridan, and ThunderHawk golf courses.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2005

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)**

##### ***Fund Financial Statements (cont.)***

The County reports the following non-major governmental funds:

Special Revenue Funds – used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

FICA	Tax Sales Automation
Illinois Municipal Retirement Fund	Motor Fuel Tax
Liability Insurance	Solid Waste Management Tax
Veterans Assistance	Loon Lake SSA No. 8
Stormwater Management	NEFPA SSA No. 9
Division of Transportation	Woods of Ivanhoe SSA No. 12
Youth Home	Township Motor Fuel Tax
Winchester House	HUD Grants
Tuberculosis Clinic	Workforce Development
Public Building Rent	Computer Fraud Forfeitures
Public Building Lease Debt	Contribution
Bridge Tax	Forest Preserve – General Fund
Matching Tax	Forest Preserve – Land Development
Probation Services Fee	Forest Preserve – Retirement Fund
County Law Library	Forest Preserve – Wetlands Management
Children’s Waiting Room	Forest Preserve – Fort Sheridan Cemetery
Court Automation	Forest Preserve – Farmland Management
Court Document Storage	Forest Preserve – Tree Replacement
Recorder Automation	Forest Preserve – Donation and Grants
Vital Record Automation	Risk Management
GIS Automation	Emergency Telephone System Board (ETSB)

Debt Service Funds – used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

2005 G.O. Refunding	North Hills SSA No. 10
Krisview SSA No. 6	Forest Preserve – Debt Service
Woodbine SSA No. 7	

Capital Projects Funds – used to account for financial resources to be used for the acquisition or construction of equipment and/or major capital facilities.

ETSB Project	Forest Preserve – Development Project
County Radio System	Forest Preserve – Capital Facilities
Forest Preserve – Land Acquisition	Improvement

Enterprise Funds – may be used to report any activity for which a fee is charged to external users for goods or services, and must be used for activities which meet certain debt or cost recovery criteria.

Public Building Commission
Forest Preserve – Fox River Recreational Area

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (cont.)**

##### ***Fund Financial Statements (cont.)***

In addition, the County reports the following fund types:

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the County, or to other governmental units, on a cost-reimbursement basis.

Health, Life, Dental Insurance	Forest Preserve – Equipment Replacement
Forest Preserve – Vehicle Replacement	Forest Preserve – Information Technology Replacement

Agency funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, and/or other governmental units.

Property Taxes	Office of the Circuit Clerk
Drainage Districts	Lake County Sales Tax
Condemnation Deposits	Winchester House Patient Accounts
Sheriff-Trustee Accounts	Other
County Clerk Redemption	

#### **C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION**

##### ***Government-Wide Financial Statements***

The government-wide statement of net assets and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred revenue. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

The business-type activities follow all pronouncements of the Governmental Accounting Standards Board, and have elected not to follow Financial Accounting Standards Board pronouncements issued after November 30, 1989.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2005

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)**

##### ***Fund Financial Statements***

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 90 days of the end of the current fiscal period (except for certain Winchester House and Health Department reimbursable grants, for which available is defined as 270 days). Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recorded in the year levied as receivables and deferred revenues. They are recognized as revenues in the succeeding year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the County is entitled the resources and the amounts are available. Amounts owed to the County which are not available are recorded as receivables and deferred revenues. Amounts received prior to the entitlement period are also recorded as deferred revenues.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, and interest. Other general revenues such as fines and forfeitures, licenses and permits, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

The County reports deferred revenues on its governmental funds balance sheet. Deferred revenues arise from taxes levied in the current year which are for subsequent year's operations. For governmental fund financial statements, deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received before the County has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

Proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Agency funds follow the accrual basis of accounting and do not have a measurement focus.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

---

### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

---

#### **C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION (cont.)**

##### ***Fund Financial Statements (cont.)***

The enterprise funds follow all pronouncements of the Governmental Accounting Standards Board, and have elected not to follow Financial Accounting Standards Board pronouncements issued after November 30, 1989. The enterprise funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewerage funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

##### ***All Financial Statements***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY**

##### ***1. Deposits and Investments***

For purposes of the statement of cash flows, the County considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

The County's investment policy, which is more restrictive than Illinois State Statutes, authorizes the County to invest in any of the types of accounts or securities listed below:

1. Bonds, notes, certificates of indebtedness, treasury bills, or other securities, which are guaranteed by the full faith and credit of the United States of America.
2. Interest-bearing checking or savings accounts, interest-bearing certificates of deposit, or interest-bearing time deposits constituting direct obligations of any bank as defined by the Illinois Banking Act and only those insured by the Federal Deposit Insurance Corporation (FDIC).
3. Forms of security legally issuable by savings and loan associations incorporated under the laws of the State of Illinois or any other state or under the laws of the United States, only in those savings and loan associations insured by the FDIC, and not to exceed the maximum amount insured by the FDIC.
4. Insured dividend-bearing share accounts, share certificate accounts, or class of share accounts of a credit union chartered under the laws of the State of Illinois or any other state or under the laws of the United States, only in those credit unions insured by the National Credit Union Administration (NCUA) and not to exceed the maximum amount insured by the NCUA.
5. Repurchase agreements (Illinois Compiled Statutes Chapter 30-235/2).
6. Illinois Funds (money market fund managed by the Treasurer of the State of Illinois).

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2005

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### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

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#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **1. Deposits and Investments (cont.)**

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on quoted market prices. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank balance and carrying value is due to outstanding checks and/or deposits in transit.

The County has adopted an investment policy. That policy contains the following guidelines for allowable investments:

##### ***Custodial Credit Risk***

The County will not maintain any funds at a financial institution that is not a member of FDIC or NCUA. In addition, the policy requires the County to maintain funds in financial institutions willing and capable of collateralizing all funds in excess of FDIC and NCUA limits.

##### ***Credit Risk***

The County will minimize credit risk by limiting the type of securities to U.S. Treasury obligations, U.S. Government agency obligations, money market mutual funds when portfolios consist of U.S. government obligations, deposits or investments defined by the Illinois Banking Act, repurchase agreements according to State Statute Chapter 30 ILCS 235/2, and the Illinois funds.

##### ***Concentration of Credit Risk***

Not addressed in policy.

##### ***Interest Rate Risk and Investments Highly Sensitive to Market Changes***

The County will structure its investment portfolios so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to see securities on the open market prior to maturity.

##### ***Foreign Currency Risk***

Investments in foreign currency are not allowed.

See Note IV. A. for further information.

##### **2. Receivables**

Property taxes are collected by the County on behalf of all taxing bodies. Distributions are made to all taxing bodies, including the County, at least once every 30 days. Distributions are made more often during the two main collection periods.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

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#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **2. Receivables (cont.)**

The 2004 property tax levy is recorded as revenue in fiscal year 2005, net of the estimated loss on collections. Since the 2005 property tax levy is levied to finance the operations of fiscal year 2006, the 2005 property tax levy is recorded as a receivable and unearned revenue.

Property tax calendar for Lake County, Illinois is as follows:

Lien date	January 1
Levy date	Second Tuesday in November
First installment (one-half of the total bill) due	June 1
Second installment (balance of the total bill) due	September 1
Tax sale of delinquent accounts is usually held in	December

Accounts receivable have been shown net of an allowance for uncollectible accounts.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net assets. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

In the governmental fund financial statements, advances to other funds are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources and, therefore, are not available for appropriation.

##### **3. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

##### **4. Restricted Assets**

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt. The remainder, if generated from earnings, is shown as restricted net assets.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

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#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **5. Capital Assets**

###### **Government-Wide Statements**

In the government-wide financial statements, fixed assets are accounted for as capital assets. Capital assets are defined by the government as assets with a useful life greater than one year and an initial cost of more than \$50,000 for land, \$100,000 for buildings and improvements, \$25,000 for equipment, \$15,000 for vehicles, and \$200,000 for roads and bridges. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable. Donated fixed assets are recorded at their estimated fair value at the date of donation. All infrastructure has been retroactively reported.

Business-type activities capital assets are capitalized when they have an individual cost of more than \$5,000 for movable property, \$200,000 for infrastructure and \$75,000 for all other enterprise fund capital assets. Additions to and replacements of capital assets of business-type activities are recorded at original cost, which includes material, labor, overhead, and an allowance for the cost of funds used during construction when significant. For tax-exempt debt, the amount of interest capitalized equals the interest expense incurred during construction netted against any interest revenue from temporary investment of borrowed fund proceeds. The cost of renewals and betterments relating to retirement units is added to plant accounts. The cost of property replaced, retired or otherwise disposed of, is deducted from plant accounts and, generally, together with removal costs less salvage, is charged to accumulated depreciation.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings and improvements	10-40 Years
Water facility	10-75 Years
Sewer facility	10-75 Years
Equipment	5-20 Years
Vehicles	3-10 Years
Roads and bridges	20 Years

###### **Fund Financial Statements**

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

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#### *D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)*

##### **6. Other Assets**

In governmental funds, debt issuance costs are recognized as expenditures in the current period. For the government-wide and the proprietary fund type financial statements, debt issuance costs are deferred and amortized over the term of the debt issue. The unamortized loss on refunding is deferred for the government-wide financial statements. Other assets also includes inventories. Governmental fund inventories, if material, are recorded at cost based on the FIFO method using the consumption method of accounting. Proprietary fund inventories are generally used for construction or for operation and maintenance work. They are not for resale. They are valued at cost based on weighted average, and charged to construction, operation and maintenance expense when used.

##### **7. Compensated Absences**

Under terms of employment, employees are granted sick leave and vacations in varying amounts. Only benefits considered to be vested are disclosed in these statements.

All vested vacation and sick leave pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements, and are payable with expendable available resources.

The County records accrued sick leave for amounts paid in December 2005 to employees who elected to be paid for sick days that accumulated during the current year, as explained below. Accrued sick leave in the amount of \$658,679 has been recorded in the accrued salaries and wages account in the Governmental Funds.

Once each year, employees with at least 30 days in their sick leave "banks" may elect to be paid 50% of their unused sick leave days earned during the current year which exceed the 30 days.

Employees who terminate and are in good standing may receive payment for 50% of their accumulated sick leave bank in excess of 30 days to a maximum of 60 days. Reimbursements are paid at the employee's then current pay rate.

Employees are allowed to accumulate up to 330 hours of vacation time unless Committee approval to carry over an additional amount is obtained.

Accrual compensated absences totaled \$14,003,202 for the governmental activities and \$1,232,257 for the business-type activities. See Note IV.F.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

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#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **8. Long-Term Obligations/Conduit Debt**

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of notes and bonds payable, and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements. The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are deferred and amortized over the life of the issue. Gains or losses on prior refundings are amortized over the remaining life of the old debt, or the life of the new debt, whichever is shorter. The balance at year end for premiums is shown in the liability section of the statement of net assets.

The County has approved the issuance of industrial revenue bonds (IRB) for the benefit of private business enterprises. IRB's are secured by mortgages or revenue agreements on the associated projects, and do not constitute indebtedness of the County. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. At year end, the aggregate principal amount for the bonds could not be determined.

##### **9. Claims and Judgments**

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. Claims and judgments that would normally be liquidated with expendable available financial resources are recorded during the year as expenditures in the governmental funds. If they are not to be liquidated with expendable available financial resources, no liability is recognized in the governmental fund statements. The related expenditure is recognized when the liability is liquidated. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred. See Notes IV.F. and V.B. for the year end claims liability information.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE I – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)

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#### **D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY (cont.)**

##### **10. Equity Classifications**

###### **Government-Wide Statements**

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets less any unspent debt proceeds.
- b. Restricted net assets – Consists of net assets with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

When both restricted and unrestricted resources are available for use, it is the County’s policy to use restricted resources first, then unrestricted resources as they are needed.

###### **Fund Statements**

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved. Unreserved fund balance includes funds set aside by management for specific uses, which are labeled “designated”. The balance of unreserved fund balance is labeled “undesignated”, which indicates it is available for appropriation. Proprietary fund equity is classified the same as in the government-wide statements.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE II – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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#### A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND BALANCE SHEET AND THE STATEMENT OF NET ASSETS

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that “capital assets used in governmental funds are not financial resources and, therefore, are not reported in the funds.” The details of this difference are as follows:

Land and improvements	\$ 360,339,011
Museum artifacts	5,615,686
Construction in progress	37,474,257
Roads and bridges	441,674,594
Buildings and improvements	148,954,898
Equipment	28,713,121
Vehicles	10,087,889
Less: Accumulated depreciation	<u>(286,525,670)</u>
Sub-total	746,333,786
Less: Internal service capital assets	<u>(2,581,153)</u>
Adjustment for Capital Assets	<u>\$ 743,752,633</u>

Another element of the reconciliation explains that “long-term liabilities applicable to the County’s governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities.”

Special service area bonds payable	\$ 1,050,000
General obligation bonds payable	201,494,855
Unamortized debt premium	2,068,251
Debt certificates	1,295,000
Unamortized loss on refunding	(2,634,521)
Unamortized debt issuance costs	(291,967)
Accrued interest payable	402,391
Compensated absences	14,003,202
Capital leases	311,329
Claims and judgments – risk management	<u>16,783,379</u>
Combined Adjustment for Long-Term Liabilities	<u>\$ 234,481,919</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE III – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

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#### A. BUDGETARY INFORMATION

The County follows the procedures indicated below in establishing the budgetary data reflected in the financial statements:

1. At regular or specially called meeting of the County Board in early November, the County Administrator submits a proposed budget for the fiscal year commencing on the following December 1. The budget includes proposed expenditures and the means of financing them.
2. The budget is available for public inspection for at least 15 days prior to passage by the County Board.
3. Prior to December 1, the budget is legally enacted through passage of an appropriation ordinance.
4. The level of budgetary control, on which expenditures may not legally exceed appropriations, is the department level in the general fund and the account class level for all other funds. Any transfer between funds or increase in a fund requires County Board approval. Line item transfers in excess of \$25,000 need approval from the Financial and Administrative Committee and the appropriate standing committee. Adjustments made during the year are reflected in the required supplementary information.
5. Formal budgetary integration is employed as a management control device during the year for the general, special revenue, debt service, capital projects, enterprise, and internal service funds through an internal reporting basis. Such budgetary integration includes encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation. Unexpected appropriations and encumbrances lapse at November 30.
6. Budgets for the general, special revenue, debt service, and capital projects funds are legally adopted and are on a basis consistent with GAAP.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

### NOTE IV – DETAILED NOTES ON ALL FUNDS

#### A. DEPOSITS AND INVESTMENTS

The County's cash and investments at year end were comprised of the following:

	Carrying Value	Bank Balance	Associated Risks
Demand deposits	\$ 238,389,659	\$ 252,789,609	Custodial credit risk
U.S. treasuries	31,680,927	31,826,608	Custodial credit risk, interest rate risk
U.S. agencies	17,409,098	17,443,881	Custodial credit risk, interest rate risk
Illinois funds	49,094,369	49,130,266	Credit risk, interest rate risk
Illinois Metropolitan Investment fund	2,063,825	2,063,825	Credit risk, interest rate risk
Money market	39,493,482	39,029,081	Custodial credit risk
Repurchase agreements	1,000,000	1,000,000	Custodial credit risk, credit risk, interest rate risk
 Total Cash and Investments	 <b>\$ 379,131,360</b>	 <b>\$ 393,283,270</b>	
 Reconciliation to financial statements			
Per statement of net assets			
Unrestricted cash and investments	\$ 316,367,796		
Restricted cash and investments	37,621,759		
Per statement of net assets – Fiduciary			
Funds	25,141,805		
 Total Cash and Investments	 <b>\$ 379,131,360</b>		

Deposits in each local and area bank are insured by the FDIC in the amount of \$100,000 for interest bearing accounts and \$100,000 for noninterest bearing accounts. The County also has many collateral agreements with local and area banks.

Fluctuating cash flows during the year due to tax collections, receipt of state aids and/or proceeds from borrowing may have resulted in uninsured balances during the year significantly exceeding uninsured amounts at year end.

#### **Custodial Credit Risk**

Deposits – Custodial credit risk is the risk that in an amount of a financial institution failure, the County's deposits may not be returned to the County.

As of November 30, 2005 \$1,481,983 of the County's total bank balance of \$252,789,609 was exposed to custodial credit risk as follows:

Uninsured and uncollateralized	<u><u>\$ 1,481,983</u></u>
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**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2005

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**A. DEPOSITS AND INVESTMENTS (cont.)**

**Custodial Credit Risk (cont.)**

Investments – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

As of November 30, 2005, the County's investments were exposed to custodial credit risk as follows:

Money market – neither insured nor registered and held by counterparty \$ 4,351,009

**Credit Risk**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

As of November 30, 2005, the County's investments were rated as follows:

Investment Type	Type	Standard & Poor's	Moody's Investor Service
Illinois Funds	Investment Pool	AAAm	N/A
Illinois Metropolitan Investment Fund	Investment Pool	N/A	MMM/MRI

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment.

As of November 30, 2005, the County's investments were as follows:

Investment Type	Fair Value	Maturity (In Years)		
		Less than One Year	1 – 3	4 – 6
U.S. treasuries	\$ 31,680,927	\$ 29,686,552	\$ 1,994,375	\$ -
US agencies	17,409,098	-	15,556,198	1,852,900
Illinois funds	49,094,369	49,094,369	-	-
Illinois Metropolitan Investment fund	2,063,825	-	2,063,825	-
Repurchase agreements	1,000,000	1,000,000	-	-
<b>Totals</b>	<u>\$ 101,248,219</u>	<u>\$ 78,780,921</u>	<u>\$ 19,614,398</u>	<u>\$ 1,852,900</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### B. RECEIVABLES

All receivables are expected to be collected within one year.

Revenues of the governmental activities are reported net of uncollectible amounts. Total uncollectible amounts related to revenues of the current period are as follows:

Uncollectibles related to Health Department receivables	\$ 648,230
Uncollectibles related to Tuberculosis Clinic receivables	<u>1,974</u>
Total Uncollectibles at the End of the Year	<u>\$ 650,204</u>

The business-type activities reported an allowance for uncollectible billings of \$50,000.

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Property taxes levied for the subsequent year are not earned and cannot be used to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

	Unavailable	Unearned	Totals
Property taxes receivable	\$ -	\$ 137,567,763	\$ 137,567,763
Grant advances received	-	423,716	423,716
Interest receivable	<u>914,418</u>	<u>-</u>	<u>914,418</u>
Total Deferred/Unearned Revenue for Governmental Funds	<u>\$ 914,418</u>	<u>\$ 137,991,479</u>	<u>\$ 138,905,897</u>

#### C. RESTRICTED ASSETS

Certain proceeds of the County Public Works' revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets because their use is limited by applicable bond covenants. All revenues of the entire combined system are reserved to meet the requirements of the bond ordinances. Following is a list of restricted cash and investments:

Restricted Cash and Investments	
Bond interest	\$ 1,529,342
Bond fund	2,951,226
Bond reserve	5,078,573
Depreciation, extension, and improvement	27,314,943
Construction	50,083
Construction account – connection fees	<u>697,592</u>
Total Restricted Cash and Investments	<u>\$ 37,621,759</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### D. CAPITAL ASSETS

Capital asset activity for the year ended November 30, 2005 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Governmental Activities</b>				
Capital assets not being depreciated				
Land and improvements	\$ 353,967,591	\$ 6,371,420	\$ -	\$ 360,339,011
Museum artifacts and collectibles	5,554,120	61,566	-	5,615,686
Construction in progress	43,879,922	25,434,722	31,840,387	37,474,257
Total Capital Assets Not Being Depreciated	403,401,633	31,867,708	31,840,387	403,428,954
Capital assets being depreciated				
Roads and bridges	413,782,000	30,922,360	3,029,766	441,674,594
Buildings and improvements	144,230,923	4,723,975	-	148,954,898
Equipment	27,277,070	2,104,883	668,832	28,713,121
Vehicles	10,043,092	1,359,197	1,314,400	10,087,889
Total Capital Assets Being Depreciated	595,333,085	39,110,415	5,012,998	629,430,502
Less: Accumulated depreciation for				
Roads and bridges	(191,111,121)	(21,716,030)	2,769,999	(210,057,152)
Buildings and improvements	(49,015,680)	(3,896,341)	-	(52,912,021)
Equipment	(15,244,414)	(3,120,516)	654,489	(17,710,441)
Vehicles	(5,643,690)	(1,325,933)	1,123,567	(5,846,056)
Total Accumulated Depreciation	(261,014,905)	(30,058,820)	4,548,055	(286,525,670)
 Governmental Activities Capital Assets, Net of Depreciation	 \$ 737,719,813	\$ 40,919,303	\$ 32,305,330	\$ 746,333,786

Depreciation expense was charged to functions as follows:

<b>Governmental Activities</b>	
General government	\$ 3,770,352
Law and judicial	3,201,104
Health and human services	538,882
Transportation	21,575,738
Culture, education, and recreation	916,235
Planning and economic development	56,509
 Total Governmental Activities Depreciation Expense	 \$ 30,058,820

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2005

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**D. CAPITAL ASSETS (cont.)**

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Business-type Activities</b>				
Capital assets not being depreciated				
Land	\$ 38,116,293	\$ 12	\$ -	\$ 38,116,305
Land and course improvements	12,112,140	-	-	12,112,140
Construction in progress	16,018,770	9,759,353	-	25,778,123
Total Capital Assets Not Being Depreciated	66,247,203	9,759,365	-	76,006,568
Capital assets being depreciated				
Buildings and improvements	70,164,094	76,063	-	70,240,157
Improvements Other Than Buildings				
Water facility	63,252,840	1,012,632	-	64,265,472
Sewer facility	117,273,682	2,118,056	-	119,391,738
Vehicles, machinery and equipment	10,091,258	548,189	283,783	10,355,664
Parking facilities	359,268	-	-	359,268
Total Capital Assets Being Depreciated	261,141,142	3,754,940	283,783	264,612,299
Less: Accumulated depreciation for				
Buildings and improvements	(21,572,343)	(1,850,702)	-	(23,423,045)
Improvements Other Than Buildings				
Water facility	(17,533,522)	(977,193)	-	(18,510,715)
Sewer facility	(35,512,927)	(2,216,098)	-	(37,729,025)
Vehicles, machinery and equipment	(8,080,385)	(531,435)	283,783	(8,328,037)
Parking facilities	(256,945)	(14,371)	-	(271,316)
Total Accumulated Depreciation	(82,956,122)	(5,589,799)	283,783	(88,262,138)
 Business-type Capital Assets, Net of Depreciation	 \$ 244,432,223	\$ 7,924,506	\$ -	\$ 252,356,729

Depreciation expense was charged to functions as follows:

<b>Business-type Activities</b>	
Water	\$ 1,615,784
Sewer	3,512,625
Golf courses	319,310
Fox River Recreation Area	142,080
 Total	 \$ 5,589,799

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### *E. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS*

The following is a schedule of interfund receivables and payables including any overdrafts on pooled cash and investment accounts:

Receivable Fund	Payable Fund	Amount
General fund	Nonmajor governmental funds	\$ 2,528,688
Nonmajor governmental funds	General fund	2,883,000
Internal service funds	General fund	215,000
Nonmajor governmental funds	Nonmajor governmental funds	62,675
Subtotal – Fund financial statements		5,689,363
Less: Fund eliminations		(5,689,363)
Total Internal Balances – Government-Wide Statement of Net Assets		\$ -

All amounts are expected to be repaid within one year.

The principal purpose of these interfunds is to fund temporary cash shortfalls and timing of cash transactions between funds. All remaining balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

For the statement of net assets, interfund balances which are owed within the governmental activities or business-type activities are netted and eliminated.

The following is a schedule of interfund transfers:

Fund Transferred To	Fund Transferred From	Amount
General fund	Nonmajor governmental funds	\$ 15,711,758
Health department	Nonmajor governmental funds	5,021,824
Nonmajor governmental funds	Health department	800,000
Internal service funds	General fund	215,000
Internal service funds	Nonmajor governmental funds	400,000
Nonmajor governmental funds	Enterprise fund – golf courses	137,200
Nonmajor governmental funds	Nonmajor enterprise funds	25,000
Nonmajor governmental funds	Nonmajor governmental funds	9,736,533
Nonmajor governmental funds	General fund	3,032,909
Subtotal – Fund financial statements		35,080,224
Less: Fund eliminations		(34,918,024)
Total Internal Balances – Government-Wide Statement of Activities		\$ 162,200

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### **E. INTERFUND RECEIVABLES/PAYABLES AND TRANSFERS (cont.)**

Generally, transfers are used to (1) move revenues from the fund that collects them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

For the statement of activities, interfund transfers within the governmental activities, or business-type activities are netted and eliminated.

In addition to the above transfers, capital assets were transferred to the ETSB in the amount of \$247,752.

#### **F. LONG-TERM OBLIGATIONS**

Long-term obligations activity for the year ended November 30, 2005 was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
<b>GOVERNMENTAL ACTIVITIES</b>					
Notes payable	\$ 165,000	\$ -	\$ 165,000	\$ -	\$ -
Bonds Payable					
Special service area	1,217,000	-	167,000	1,050,000	175,000
General obligation	217,039,610	38,325,000	53,869,755	201,494,855	21,803,340
Add deferred amounts for premiums	1,847,468	613,160	392,377	2,068,251	441,882
Debt certificates	<u>1,785,000</u>	<u>-</u>	<u>490,000</u>	<u>1,295,000</u>	<u>505,000</u>
Sub-totals	<u>222,054,078</u>	<u>38,938,160</u>	<u>55,084,132</u>	<u>205,908,106</u>	<u>22,925,222</u>
<b>Other Liabilities</b>					
Compensated absences	12,520,601	14,982,710	13,500,109	14,003,202	6,935,096
Capital leases	-	422,484	111,155	311,329	139,562
Claims and judgments – risk management	15,359,000	5,260,731	3,836,354	16,783,377	5,468,475
Claims and judgments – health, life and dental	<u>1,411,902</u>	<u>28,041,743</u>	<u>27,753,116</u>	<u>1,700,529</u>	<u>1,700,529</u>
Total Other Liabilities	<u>29,291,503</u>	<u>48,707,668</u>	<u>45,200,734</u>	<u>32,798,437</u>	<u>14,243,662</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 251,345,581</u>	<u>\$ 87,645,828</u>	<u>\$ 100,284,866</u>	<u>\$ 238,706,543</u>	<u>\$ 37,168,884</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### F. LONG-TERM OBLIGATIONS (cont.)

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
<b>BUSINESS-TYPE ACTIVITIES</b>					
Bonds and Notes Payable					
Revenue bonds	\$ 44,807,388	\$ 2,646,558	\$ 4,240,000	\$ 43,213,946	\$ 3,480,000
Installment certificates	2,066,000	-	479,000	1,587,000	503,000
Certificates of participation	2,030,000	-	2,030,000	-	-
Limited tax lease revenue bonds	2,240,000	-	2,240,000	-	-
Add deferred amounts for premiums	77,592	15,835	20,399	73,028	4,564
Sub-totals	51,220,980	2,662,393	9,009,399	44,873,974	3,987,564
Other Liabilities					
Compensated absences	977,895	441,370	187,008	1,232,257	521,927
Total Business-type Activities					
Long-Term Liabilities	\$ 52,198,875	\$ 3,103,763	\$ 9,196,407	\$ 46,106,231	\$ 4,509,491

Compensated absences of governmental activities will be liquidated primarily by the General Fund. Compensated absences of the business-type activities will be liquidated by the Public Works Fund, Golf Courses Fund, and Fox River Recreation Fund. Claims and judgments will be liquidated by the Risk Management Special Revenue Fund and the Health, Life, and Dental Self-insurance Fund.

	Date of Issue	Final Maturity	Interest Rates	Original Indebted- ness	Balance 11-30-05
Governmental Activities					
Special Service Areas					
Krisview SSA No. 6	7/01/94	1/01/09	4.00 - 6.00%	\$ 717,000	\$ 350,000
Woodbine SSA No. 7	7/01/94	1/01/06	4.00 - 6.00%	446,000	50,000
North Hills SSA No. 10	2/19/97	1/01/16	4.40 - 5.90%	900,000	650,000
Total Governmental Activities – Special Service Areas					\$ 1,050,000

During fiscal year 1989, resolutions were passed to establish Special Service Areas No. 6 and No. 7 encompassing certain areas within Krisview and Acres of Woodbine Estates, respectively. These Special Services Areas were established for purposes of constructing sewage collection and transmission facilities for these areas.

On July 1, 1994, the County passed an ordinance providing for the issuance of \$717,000 and \$446,000 for Special Service Areas No. 6 and No. 7 Unlimited Ad Valorem Tax Refunding Bonds, respectively. The bonds were sold on July 1, 1994 with payments due beginning January 1, 1995 and every January 1, thereafter, through January 1, 2009. Interest on bonds is payable semiannually on the first days of January and July of each year. The annual interest rate is between 4.0 and 6.0%. Proceeds from the Special Service Areas No. 6 and No. 7 refunding bonds were used to execute the escrow agreements.

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2005

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**F. LONG-TERM OBLIGATIONS (cont.)**

On February 19, 1997, an ordinance was adopted establishing Special Service Area No. 10 which encompasses an unincorporated community known as the North Hills Subdivision. Subsequent to the formation of the Special Service Area, unlimited Ad Valorem bonds were issued in the amount of \$900,000 for the purpose of constructing a sanitary sewer connecting the North Hills subdivision to a regional system, thereby abandoning the existing treatment plant.

Governmental Activities	Date of Issue	Final Maturity	Interest Rates	Original Indebted- ness	Balance 11-30-05
General Obligation Debt					
Series 1999	10/12/99	5/01/14	4.90 - 5.00%	\$ 5,400,000	\$ 670,000
Series 2001	10/09/01	5/01/10	3.20 - 3.70%	4,141,034	2,655,000
Series 2005	5/02/05	5/01/14	3.50 - 3.70%	3,050,000	3,050,000
Forest Preserve District					
Series 1989	1989	2009	7.00 – 7.20%	44,221,386	34,844,855
Series 1997	7/01/97	2009	4.75 – 5.50%	10,160,000	10,035,000
Series 1999	7/01/99	2009	4.65 – 5.25%	55,000,000	12,770,000
Series 2000	12/15/00	2020	4.45 – 5.75%	85,000,000	73,875,000
Series 2001	11/01/01	2007	3.75 – 5.00%	29,490,000	12,550,000
Series 2003	11/15/03	2012	2.00 – 5.00%	17,460,000	15,770,000
Series 2005A	6/23/05	2018	4.00 – 4.25%	35,275,000	35,275,000
Total Governmental Activities – General Obligation Debt – Sales Tax Alternative Revenue Source					<u>\$ 201,494,855</u>

On May 11, 1999, the County passed an ordinance for the issuance of \$5,400,000 General Obligation Bonds (Sales Tax Alternative Revenue Source). The bonds were sold on October 12, 1999 with payments due beginning May 1, 2000 and every May 1, thereafter, through May 1, 2014. Interest on bonds is payable semi-annually on the first day of November and May, commencing May 1, 2000. The annual interest rate is between 4.9 and 5.0%. Proceeds were used to defray the cost of a Public Safety Radio Frequency Project.

On October 9, 2001, the County passed an ordinance for the issuance of \$4,165,000 General Obligation Refunding Bonds (Sales Tax Alternative Revenue Source) with an annual interest rate between 3.2 and 3.7% to advance refund \$4,535,000 of outstanding General Obligation Bonds, Series 1995A (Sales Tax Alternative Revenue Source) with an annual interest rate between 4.5 and 4.875%. The net proceeds of \$4,141,034 (after payment of \$23,966 in underwriting fees and original issue discount) plus an additional \$447,794 of debt service monies were deposited into an escrow account and used to purchase U.S. Treasury Certificates. Those certificates matured and the cash proceeds were used to refund the General Obligation Bonds, Series 1995A. As a result, the 1995A Series bonds are considered to be defeased and the liability for those bonds has been removed from the County's financial statements.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### *F. LONG-TERM OBLIGATIONS (cont.)*

On June 1, 2005, the County issued \$3,050,000 General Obligation Refunding Bonds (Sales Tax Alternative Revenue Source), Series 2005. See the additional information in the Advance Refunding section of this note.

On June 23, 2005, the Forest Preserve District issued \$35,275,000 in General Obligation Refunding Bonds, Series 2005A, with interest rates ranging from 4.00% to 4.25% to advance refund \$33,235,000 of outstanding Series 1999 General Obligation Bonds with interest rates ranging from 3.85% to 5.625%. The net proceeds of \$35,888,160 (including a reoffering premium of \$613,160 and payment of \$211,197 in underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1999 Series bonds. As a result, the 1999 bonds are considered to be defeased and the liability for the bonds has been removed from long-term debt.

The Forest Preserve District advance refunded the Series 1999 General Obligation Refunding Bonds to reduce its total debt service payments over the next nine years by approximately \$2,241,015 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,864,955. The reacquisition price exceeded the net carrying amount of the old debt by \$2,241,663. This amount is being amortized over the new debt's life, which is the same as the refunded debt.

On November 15, 2003, the Forest Preserve District issued \$17,460,000 in General Obligation Refunding Bonds, Series 2003, with interest rates ranging from 2.00% to 5.00% to advance refund \$17,895,000 of outstanding Series 1993 General Obligation Bonds with interest rates ranging from 4.95% to 5.55%. The net proceeds of \$18,408,300 (including a reoffering premium of \$948,300 and payment of \$165,635 in underwriting fees, insurance, and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1993 Series bonds. As a result, the 1993 bonds are considered to be defeased and the liability for the bonds has been removed from long-term debt.

On November 1, 2001, the Forest Preserve District issued \$29,490,000 in General Obligation Refunding Bonds, Series 2001. The proceeds from the refunding were used to advance refund Series 1992A and 1992B General Obligation Refunding Bonds. Interest on the bonds will be payable semiannually on each June 15 and December 15, commencing June 15, 2002. Principal payments are due each December 15, commencing on December 15, 2002.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### *F. LONG-TERM OBLIGATIONS (cont.)*

On December 15, 2000, the Forest Preserve District issued Series 2000 General Obligation Land Acquisition and Development Bonds totaling \$85,000,000 including premium, net of accrued interest, totaling \$692,607. Proceeds of the bonds were used to acquire and improve forest preserve lands in order to preserve and restore wildlife habitat, trail, and greenway corridors, wetlands, prairies, and forests; to provide flood control; to create and improve public use areas for recreation, education, and historic facilities, and to pay all related costs incidental to the issuance of the bonds. Interest on the bonds will be payable semiannually on each June 15 and December 15, commencing June 15, 2001. Principal payments are due each December 15, commencing on December 15, 2001.

On July 1, 1999, the Forest Preserve District issued Series 1999 General Obligation Land Acquisition and Development Bonds totaling \$55,000,000 including premium, net of accrued interest, totaling \$110,377. Proceeds of the bonds were used to acquire and improve forest preserve lands in order to preserve and restore wildlife habitat, trail, and greenway corridors, wetlands, prairies, and forests; to provide flood control; to create and improve public use areas for recreation, education, and historic facilities, and to pay all related costs incidental to the issuance of the bonds. Interest on the bonds is payable semiannually on each June 15 and December 15 commencing December 15, 1999. Principal payments are due on December 15, commencing on December 15, 2000.

In July 1997, the Forest Preserve District issued \$10,160,000 of general obligation refunding bonds. The proceeds from the refunding issues were deposited into an irrevocable trust to satisfy the debt service requirements for the 1989 General Obligation Land Acquisition and Development Bonds. Interest on the bonds will be payable semiannually on each February 1 and August 1. Principal payments are due each February 1.

The Forest Preserve District issued general obligation capital appreciation bonds, Series 1989. The bonds were issued at an original principal amount of \$44,221,386, and will have a compounded accreted value at maturity of \$103,755,000. Of the original principal amount, \$11,426,852 is outstanding with accumulated capital appreciation of \$23,418,003 at June 30, 2005.

The arbitrage rebate rules apply to the Forest Preserve District since the Forest Preserve District has issued tax-exempt debt (Series 1999 and Series 2000) and has used the proceeds to invest in securities that have a higher rate of return. The Forest Preserve District has incurred \$875,849 of arbitrage liability as of June 30, 2005, which is accrued in the Land Acquisition Fund and Development Projects Fund. Because of the amount of proceeds remaining at June 30, 2005, this liability may change significantly in the future.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### F. LONG-TERM OBLIGATIONS (cont.)

	Date of Issue	Final Maturity	Interest Rates	Original Indebted- ness	Balance 11-30-05
Governmental Activities					
Debt Certificates					
Series 2003	1/14/03	12/01/07	1.40 - 2.20%	\$ 2,500,000	\$ 1,295,000
Total Governmental Activities – Debt Certificates					\$ 1,295,000

On January 14, 2003, the County passed an ordinance for the issuance of \$2,500,000 Debt Certificates, Series 2003, on behalf of Lake County Emergency Telephone System Board. Semi-annual principal and interest payments are due on the first day of June and December, commencing June 1, 2003 through December 1, 2007. The annual interest rate is between 1.4 and 2.2%. The net proceeds of \$2,487,503 (net of original issue discount of \$12,497) were used to pay a portion of the cost of improvements to the emergency telephone (911) system of the County.

#### Revenue Bonds Payable

	Date of Issue	Final Maturity	Interest Rates	Original Indebted- ness	Balance 11-30-05
Business-type Activities					
Revenue Bonds Payable					
Series 1967A	1967	2007	5.75%	\$ 1,040,000	\$ 165,000
Series 1997A	1997	2006	3.90 – 4.65%	1,560,000	210,000
Series 1998A	1998	2017	4.15 – 4.50%	8,950,000	8,280,000
Series 2003A	2003	2011	5.20 – 5.50%	20,790,000	16,470,000
Series 2003B	2003	2012	2.25 – 4.125%	34,050,000	3,130,000
Series 2003C	2003	2021	4.55 – 5.65%	12,988,946	12,988,946
Series 2005S-1	2005	2024	3.75% - 4.50%	1,000,000	975,000
Series 2005S-2	2005	2017	5.20 – 5.50%	1,000,000	995,000
Total Business-type Activities – Bonds Payable					\$ 43,213,946

Revenue bonds were issued for water and sewer construction. Outstanding revenue bonds at November 30, 2005 consist of \$41,243,946 of series ordinance revenue bonds due serially December 1, 2006 through 2021 and \$1,970,000 of subordinate revenue bonds due serially December 1, 2006 through 2024.

The Series C 2003 Capital Appreciation Bonds are deep discount financial instruments which are issued in such denominations as will result in the total amount received by the purchaser at maturity being equal to \$5,000 or any integral multiple thereof. As such, a portion of the appreciation in value of each certificate “accreted” to each certificate annually. Accretion of the certificates recorded as a long-term obligation payable at maturity of the certificates totaled \$646,558 at November 30, 2005.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### F. LONG-TERM OBLIGATIONS (cont.)

##### Installment Certificates

	Date of Issue	Final Maturity	Interest Rates	Original Indebted- ness	Balance 11-30-05
Business-type Activities Installment Certificates Payable					
1998 Installment Certificate	5/1/98	5/1/08	2.24%	\$ 4,500,000	\$ <u>1,587,000</u>

In April 1998, the Forest Preserve District entered into an installment contract for \$4,500,000 for improvements to the ThunderHawk Golf Course. Debt payments are expected to be paid from future golf course revenue.

Debt service requirements to maturity are as follows:

Years	Governmental Activities Debt Certificates		Governmental Activities General Obligation Debt	
	Principal	Interest	Principal	Interest
	2006	\$ 505,000	\$ 22,868	\$ 21,803,340
2007	525,000	14,000	22,492,493	6,913,951
2008	265,000	2,915	23,425,310	6,389,021
2009	-	-	24,303,712	5,750,795
2010	-	-	9,710,000	5,057,102
2011 – 2015	-	-	47,745,000	18,361,881
2016 – 2020	-	-	45,390,000	7,011,450
2021	-	-	6,625,000	165,625
<b>Totals</b>	<b>\$ <u>1,295,000</u></b>	<b>\$ <u>39,783</u></b>	<b>\$ <u>201,494,855</u></b>	<b>\$ <u>57,208,426</u></b>

Years	Governmental Activities Special Service Areas		Business-type Activities Bonds Payable		Business-type Activities Installment Certificates	
	Principal	Interest	Principal	Interest	Principal	Interest
	2006	\$ 175,000	\$ 55,105	\$ 3,480,000	\$ 1,478,533	\$ 503,000
2007	130,000	46,573	3,530,000	1,303,369	529,000	24,282
2008	140,000	38,910	3,630,000	1,120,322	555,000	12,432
2009	145,000	30,638	3,825,000	932,996	-	-
2010	55,000	24,844	3,585,000	734,915	-	-
2011 – 2015	330,000	71,893	14,022,366	4,481,378	-	-
2016 – 2020	75,000	2,194	8,390,139	7,975,694	-	-
2021 – 2022	-	-	2,751,441	1,943,683	-	-
<b>Totals</b>	<b>\$ <u>1,050,000</u></b>	<b>\$ <u>270,157</u></b>	<b>\$ <u>43,213,946</u></b>	<b>\$ <u>19,970,890</u></b>	<b>\$ <u>1,587,000</u></b>	<b>\$ <u>72,262</u></b>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### *F. LONG-TERM OBLIGATIONS (cont.)*

##### ***Capital Leases***

Refer to Note IV. H.

##### ***Other Debt Information***

Estimated payments of compensated absences and claims and judgments are not included in the debt service requirement schedules.

There are a number of limitations and restrictions contained in the various bond indentures and loan agreements. The County believes it is in compliance with all significant limitations and restrictions, including federal arbitrage regulations.

##### ***Advance Refunding***

On June 1, 2005, the County issued \$3,050,000 in general obligation bonds with an average interest rate of 3.60 percent to advance refund \$2,925,000 of outstanding bonds with an average interest rate of 5.00 percent. The net proceeds of \$3,026,479 (after payment of \$23,521 in underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the bonds. As a result, the bonds are considered to be defeased and the liability for those bonds has been removed from these financial statements.

The cash flow requirements on the refunded bonds and notes prior to the advance refunding was \$3,758,625 from 2006 through 2014. The cash flow requirements on the 2005 refunding bonds are \$3,661,446 from 2006 through 2014. The advance refunding resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$106,537.

On June 23, 2005, the Forest Preserve District issued \$35,275,000 in General Obligation Refunding Bonds, Series 2005A, with interest rates ranging from 4.00% to 4.25% to advance refund \$33,235,000 of outstanding Series 1999 General Obligation Bonds with interest rates ranging from 3.85% to 5.625%. The net proceeds of \$35,888,160 (including a reoffering premium of \$613,160 and payment of \$211,497 in underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1999 Series bonds. As a result, the 1999 bonds are considered to be defeased and the liability for the bonds has been removed from long-term debt.

The Forest Preserve District advance refunded the Series 1999 General Obligation Refunding Bonds to reduce its total debt service payments over the next nine years by approximately \$2,241,015 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,864,985. The reacquisition price exceeded the net carrying amount of the old debt by \$2,441,663. This amount is being amortized over the new debt's life, which is the same as the refunded debt.

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2005

**NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)**

**F. LONG-TERM OBLIGATIONS (cont.)**

***Prior-Year Defeasance of Debt – Revenue Refunding Bond Series 2003A***

The County issued \$20,790,000 of Revenue Refunding Bond Series of 2003 A, on June 1, 2003, to complete a partial in-substance defeasance of the outstanding Revenue Bond Series A 1993 bonds. An irrevocable trust was established to handle the partially refunded future principal and interest payments. The partially refunded outstanding principal, at November 30, 2005, was \$18,810,000 for the Series A 1993 bonds.

**G. LEASE DISCLOSURES**

***Lessee – Capital Leases***

In 2005, the County acquired mainframe computers through a lease/purchase agreement with IBM. The gross amount of these assets under capital leases is approximately \$2,615,000, which are included in fixed assets in the governmental activities. The future minimum lease obligations and the net present value on these minimum lease payments as of November 30, 2005, are as follows:

	Principal	Interest	Total
2006	\$ 139,561	\$ 12,258	\$ 151,819
2007	146,620	5,199	151,819
2008	25,148	155	25,303
Total	\$ 311,329	\$ 17,612	\$ 328,941

***Lessee – Operating Leases***

The County has no material operating leases with a remaining noncancellable term exceeding one year.

***Lessor – Capital Leases***

The County has no material outstanding sales-type or direct financing leases.

***Lessor – Operating Leases***

The County does not receive material lease payments from property rented to others.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2005

### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

#### **H. NET ASSETS/FUND BALANCES**

Net assets reported on the government wide statement of net assets at November 30, 2005 includes the following:

##### **Governmental Activities**

Invested in capital assets, net of related debt

Land and improvements	\$ 360,339,011
Construction in progress	37,474,257
Museum artifacts and collectibles	5,615,686
Other capital assets, net of accumulated depreciation	342,904,832
Less: Related long-term debt outstanding	<u>(206,219,435)</u>
Total Invested in Capital Assets, Net of Related Debt	<u>540,114,351</u>

Restricted

Probation services fees	1,429,178
County law library	181,232
Children's waiting room	119,418
Court automation	820,982
Court document storage	6,440,962
Recorder automation	1,213,584
Vital record automation	336,743
GIS automation	112,157
Tax sale automation	319,095
Motor fuel tax	22,162,390
Township motor fuel tax	638,571
Contribution	402,600
Forest Preserve – land acquisition and development	34,487,594
Forest Preserve – encumbrances	4,850,546
Forest Preserve – debt service	<u>18,348,980</u>
Total Restricted	<u>91,864,032</u>

Unrestricted

167,441,895

Total Governmental Activities Net Assets

\$ 799,420,278

Governmental fund balances reported on the fund financial statements at November 30, 2005 include the following:

##### **Reserved**

Major Funds

General Fund

Inventories

\$ 512,741

Non-major Funds

Debt Service

2005 G.O. Refunding

\$ 47,712

Krisview SSA No. 6

154,547

Woodbine SSA No. 7

80,281

North Hills SSA No. 10

124,293

Forest Preserve – debt service

18,829,849

Total

\$ 19,236,682

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### *H. NET ASSETS/FUND BALANCES (cont.)*

##### *Governmental Activities (cont.)*

##### **Unreserved (designated)**

##### Major Funds

General	\$ 24,820,915
Health Department	2,057,373

##### Non-major Funds

Stormwater management	1,040,997
Division of transportation	284,969
Winchester house	48,906
Bridge tax	4,219,571
Matching tax	8,408,844
Probation services fees	33,331
County law library	5,322
Court automation	45,000
Court document storage	17,480
Motor fuel tax	18,207,100
Loon Lake SSA No. 8	16,076
Forest Preserve – General fund	531,731
Forest Preserve – Land development	4,749,956
Forest Preserve – Fort Sheridan cemetery	93,693
Forest Preserve – Farmland management	63,443
Forest Preserve – Donations and grants	1,008,223
Risk management	150,000
ETSB project	166,810
County radio system	147,334
Forest Preserve – Land acquisition	12,293,373
Forest Preserve – Development project	16,546,626
Forest Preserve – Capital facilities improvement	<u>4,279,414</u>

Total	<u>\$ 99,236,487</u>
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# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2005

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### *H. NET ASSETS/FUND BALANCES (cont.)*

##### *Governmental Activities (cont.)*

##### **Unreserved (undesignated)**

General	\$ 81,728,678
Health Department	12,309,438
FICA	4,434,043
Illinois Municipal Retirement fund	3,505,611
Liability insurance	133,020
Veterans assistance	499,688
Division of transportation	5,079,908
Youth home	1,707,449
Winchester house	307,614
Tuberculosis clinic	690,172
Public building rent	231,095
Public building lease debt	1,574,693
Probation services fees	1,395,847
County law library	175,910
Children's waiting room	119,418
Court automation	775,982
Court document storage	6,423,482
Recorder automation	1,213,584
Vital record automation	336,743
GIS automation	112,157
Tax sales automation	319,095
Motor fuel tax	3,955,290
Solid waste management tax	3,031,178
Woods of Ivanhoe SSA No. 12	30,993
Township motor fuel tax	638,571
Workforce development	140,421
Computer fraud forfeitures	174,963
Contribution	402,600
Forest Preserve – General fund	9,536,670
Forest Preserve – Retirement fund	1,859,547
Forest Preserve – Wetlands management	808,226
Forest Preserve – Fort Sheridan cemetery	741,771
Forest Preserve – Farmland management	140,785
Forest Preserve – Tree replacement	251,601
Forest Preserve – Donations and grants	382,444
Risk management	15,395,408
ETSB	3,490,500
ETSB project	132,384
County radio system	83,425
Total	<u>\$ 164,270,404</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

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#### *H. NET ASSETS/FUND BALANCES (cont.)*

##### ***Business-type Activities***

Invested in capital assets, net of related debt	
Land and land improvements	\$ 50,228,445
Construction in progress	25,778,123
Other capital assets, net of accumulated depreciation	176,350,161
Less: related long-term debt outstanding	(44,087,485)
Plus: unspent capital related debt proceeds	50,083
Total Invested in Capital Assets, Net of Related Debt	<u>208,319,327</u>
 Restricted Net Assets	
Restricted Assets	
Bond interest	1,529,342
Bond fund	2,951,226
Bond reserve	5,078,573
Depreciation, extension, and improvement	27,314,943
Construction	50,083
Construction – connection fees	697,592
Accrued interest receivable	496,363
Total Restricted Assets – Public Works	<u>38,118,122</u>
 Less: Restricted assets not funded by revenues - construction account	(50,083)
 Current Liabilities Payable From Restricted Assets	<u>(1,166,932)</u>
 Total Restricted Net Assets – Public Works	36,901,107
 Restricted for golf course capital improvements	<u>715,226</u>
 Total Restricted Net Assets	<u>37,616,333</u>
 Unrestricted	<u>31,833,260</u>
 Total Business-Type Activities Net Assets	<u>\$ 277,768,920</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

---

#### *I. RESTATEMENT OF NET ASSETS/FUND BALANCES*

##### ***Governmental Funds***

Fund balance has been restated due to the addition of the Forest Preserve, adjustment for prior year DOT receivables, adjustment for presentation of risk management fund, and the addition of the Emergency Telephone System Board.

Governmental Funds fund balance – November 30, 2004 (as reported)	\$ 176,032,471
Add: Department of Transportation grant receivable not recorded in prior year	2,184,577
Add: Forest Preserve District	71,755,132
Add: Risk Management Fund formerly reported as an internal service fund	15,934,982
Add: Emergency Telephone System Board	<u>3,342,954</u>
Fund Balance – December 1, 2004 (as restated)	<u>\$ 269,250,116</u>

##### ***Business-type Activities***

Net assets have been restated due to the addition of Forest Preserve and Public Building Commission to the County's financial statements.

Business Activities net assets – November 30, 2004 (as reported)	\$ 202,701,419
Add: Forest Preserve District	53,973,231
Add: Public Building Commission	<u>17,574,717</u>
Net Assets – December 1, 2004 (as restated)	<u>\$ 274,249,367</u>

##### ***Governmental Activities***

Net assets have been restated due to the recognition of additional revenue related to the Department of Transportation and additions of the Forest Preserve and Emergency Telephone System Board to the County's financial statements.

Governmental Activities net assets – November 30, 2004 (as reported)	\$ 516,299,032
Add: Department of Transportation grants receivable not recorded in prior year	2,184,577
Add: Forest Preserve District	239,491,837
Add: Emergency Telephone System Board	3,168,071
Add: Emergency Telephone System Board debt included in prior year statements	<u>1,785,000</u>
Net Assets – December 1, 2004 (as restated)	<u>\$ 762,928,517</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE IV – DETAILED NOTES ON ALL FUNDS (cont.)

---

#### *I. RESTATEMENT OF NET ASSETS/FUND BALANCES (cont.)*

##### **Bridge Tax Fund**

Fund balance has been restated due to the recognition of additional revenue related to the Department of Transportation in 2004.

Bridge Tax fund balance – November 30, 2004 (as reported)	\$ 3,032,578
Add: Additional revenues related to prior year	<u>499,766</u>
Fund Balance – December 1, 2004 (as restated)	<u>\$ 3,532,344</u>

##### **Matching Tax Fund**

Fund balance has been restated due to the recognition of additional revenue related to the Department of Transportation in 2004.

Matching Tax fund balance – November 30, 2004 (as reported)	\$ 7,616,785
Add: Additional revenues related to prior year	<u>572,480</u>
Fund Balance – December 1, 2004 (as restated)	<u>\$ 8,189,265</u>

##### **Motor Fuel Tax Fund**

Fund balance has been restated due to the recognition of additional revenue related to the Department of Transportation in 2004.

Motor Fuel Tax fund balance – November 30, 2004 (as reported)	\$ 16,526,493
Add: Additional revenues related to prior year	<u>1,112,330</u>
Fund Balance – December 1, 2004 (as restated)	<u>\$ 17,638,823</u>

##### **Risk Management Fund**

Fund balance has been restated due to the reclassification from internal service fund to special revenue fund.

Risk Management fund balance – November 30, 2004 (as reported)	\$ -
Add: Adjustment for change to governmental fund type	<u>15,934,982</u>
Fund Balance – December 1, 2004 (as restated)	<u>\$ 15,934,982</u>

##### **Internal Service Funds**

Net assets – November 30, 2004 (as reported)	\$ 1,176,399
Add: Forest Preserve District	5,113,058
Less: Risk Management fund	<u>(311,369)</u>
Net Assets – December 1, 2004 (as restated)	<u>\$ 5,978,088</u>

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE V – OTHER INFORMATION

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#### **A. EMPLOYEES' RETIREMENT SYSTEM**

The County has four agent multi-employer defined benefit pension plans with Illinois Municipal Retirement Fund (IMRF), which provide retirement, disability, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Two plans are for sheriff's law enforcement personnel (SLEP) and for County employees other than SLEP. In addition, the Forest Preserve District participates in the same plans. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan and can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523 or [www.imrf.org/pubs/pubs\\_homepage.htm](http://www.imrf.org/pubs/pubs_homepage.htm).

#### ***County Employees and Forest Preserve District Employees Other Than SLEP (IMRF)***

Employees participating in IMRF are required to contribute 4.50% of their annual covered salary. The member rate is established by State Statutes. The County is required to contribute at an actuarially determined rate. The employer rate for calendar year 2005 was 9.54% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The remaining amortization period at December 31, 2005 was 27 years.

For December 31, 2004, the County's annual pension cost of \$12,492,869 was equal to the County's required and actual contributions. The Forest Preserve District's annual pension cost of \$938,607 was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2002 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.5% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2004 actuarial evaluation were based on the 1999-2001 experience study.

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2005

**NOTE V – OTHER INFORMATION (cont.)**

**A. EMPLOYEES' RETIREMENT SYSTEM (cont.)**

**County Employees Other Than SLEP (IMRF) (cont.)**

Trend Information – County			
Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/04	\$ 11,554,636	100%	-
12/31/03	1,073,591	100%	-
12/31/02	1,039,393	100%	-
12/31/01	974,837	100%	-
12/31/00	7,156,446	100%	-
12/31/99	7,268,559	100%	-
12/31/98	6,842,332	100%	-
12/31/97	6,461,593	100%	-
12/31/96	5,799,356	100%	-
12/31/95	6,112,496	100%	-

Trend Information – Forest Preserve District			
Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/04	\$ 938,607	100%	-
12/31/03	736,980	100%	-
12/31/02	618,545	100%	-
12/31/01	647,564	100%	-
12/31/00	660,045	100%	-
12/31/99	607,381	100%	-
12/31/98	560,784	100%	-
12/31/97	455,668	100%	-
12/31/96	433,506	100%	-
12/31/95	408,426	100%	-

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

### NOTE V – OTHER INFORMATION (cont.)

#### A. EMPLOYEES' RETIREMENT SYSTEM (cont.)

##### *Sheriff's Law Enforcement and Forest Preserve District Personnel (SLEP)*

Employees participating in IMRF are required to contribute 6.50% of their annual covered salary. The member rate is established by State Statutes. The County is required to contribute at an actuarially determined rate. The employer rate for calendar year 2004 was 19.27% of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The remaining amortization period at December 31, 2005 was 27 years.

For December 31, 2004, the County's annual pension cost of \$2,790,047 was equal to the County's required and actual contributions. The Forest Preserve District's annual pension cost of \$155,060 was equal to the District's required and actual contributions. The required contribution was determined as part of the December 31, 2004 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial valuation of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2004 actuarial valuation were based on the 1999-2001 experience study.

Trend Information – County			
Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/04	\$ 2,635,240	100%	-
12/31/03	2,489,329	100%	-
12/31/02	2,504,996	100%	-
12/31/01	2,345,315	100%	-
12/31/00	2,013,639	100%	-
12/31/99	1,979,814	100%	-
12/31/98	1,897,004	100%	-
12/31/97	1,453,547	100%	-
12/31/96	1,651,649	100%	-
12/31/95	1,538,706	100%	-

**LAKE COUNTY, ILLINOIS**

NOTES TO FINANCIAL STATEMENTS  
November 30, 2005

**NOTE V – OTHER INFORMATION (cont.)**

**A. EMPLOYEES' RETIREMENT SYSTEM (cont.)**

***Sheriff's Law Enforcement Personnel (SLEP) (cont.)***

Trend Information – Forest Preserve			
Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/04	\$ 155,060	100%	-
12/31/03	131,020	100%	-
12/31/02	104,101	100%	-
12/31/01	84,438	100%	-
12/31/00	62,314	100%	-
12/31/99	59,236	100%	-
12/31/98	46,201	100%	-
12/31/97	39,376	100%	-
12/31/96	37,942	100%	-
12/31/95	35,564	100%	-

**B. RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. The County is self-insured for all of these risks. These activities are accounted for and financed by the risk management and health, life, and dental internal service funds.

The County is covered by commercial insurers for losses in excess of the following limits through November 30, 2005:

Property	\$100,000 retained, up to \$250,000,000
Worker's Compensation	\$500,000 retained, up to statutory limits
General Liability	\$2,000,000 retained, up to \$1,000,000
Medical Professional	\$0 retained, up to \$ infinite
Umbrella Liability	\$19,000,000 retained, up to \$19,000,000

All funds of the County excluding the Forest Preserve District funds participate in the risk management program. Amounts payable to the internal service funds are based on third-party actuarial estimates based on total expected cost of claims, of possible exposure for claims and judgments, and estimates from legal counsel on pending and threatened litigation. Settled claims have not exceeded the commercial coverage in any of the past three years. \$1,176,399 was designated for that reserve at year end, and is included in unreserved net assets of the internal service fund.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

### NOTE V – OTHER INFORMATION (cont.)

#### B. RISK MANAGEMENT (cont.)

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for claims that have been incurred but not reported.

#### *Claims Liability*

	Risk Management		Health, Life, and Dental	
	Prior Year	Current Year	Prior Year	Current Year
Unpaid claims – Beginning of Year	\$ 14,819,376	\$ 15,359,000	\$ 1,088,911	\$ 1,411,902
Current year claims and changes				
In estimates	4,006,686	5,260,731	25,905,204	28,041,743
Claim payments	(3,467,062)	(3,836,354)	(25,582,213)	(27,753,116)
Unpaid Claims – End of Year	\$ 15,359,000	\$ 16,783,377	\$ 1,411,902	\$ 1,700,529

Since 1985, the Forest Preserve District has been a member of the Park District Risk Management Agency (PDRMA) Property/Casualty Program, a joint risk management pool of park and forest preserve districts and special recreation associations through which property, general liability, automobile liability, crime, boiler and machinery, public officials', employment practices liability, and workers' compensation coverage are provided in excess of specified limits for the members, acting as a single insurable unit.

For the period from January 1, 2005 to November 30, 2005, liability losses exceeding the per occurrence self-insured and reinsurance limits would be the responsibility of the Lake County Forest Preserve District. Actual losses have not exceeded the coverage over the past three years.

As a member of PDRMA's Property/Casualty Program, the Forest Preserve District is represented on the Property/Casualty Program Council and the Membership Assembly and is entitled to one vote on each. The relationship between the Forest Preserve District and PDRMA is governed by a contract and by-laws that have been adopted by resolution of the Forest Preserve District's governing body. The Forest Preserve District is contractually obligated to make all annual and supplementary contributions to PDRMA; to report claims on a timely basis, cooperate with PDRMA, its claims administrator, and attorneys in claims investigation and settlement; and to follow risk management procedures as outlined by PDRMA. Members have a contractual obligation to fund any deficit of PDRMA attributable to a membership year during which they were a member.

PDRMA is responsible for administering the self-insurance program and purchasing excess insurance according to the direction of the Program Council. PDRMA also provides its members with risk management services, including the defense and settlement of claims, and establishes reasonable and necessary loss reduction and prevention procedures to be followed by the members.

# LAKE COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS November 30, 2005

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### NOTE V – OTHER INFORMATION (cont.)

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#### **B. RISK MANAGEMENT (cont.)**

The following represents a summary of PDRMA's balance sheet at December 31, 2004, and the statement of revenues and expenses for the period ending December 31, 2004. The Forest Preserve District's portion of the overall equity of the pool is 3.936% or \$1,281,653.

Assets	\$47,433,459
Liabilities	\$14,854,034
Member balances	\$32,579,425
Revenues	\$12,873,884
Expenditures	\$12,550,103

Since 89% of PDRMA's liabilities are reserves for losses and loss adjustment expenses which are based on an actuarial estimate of the ultimate losses incurred, the member balances are adjusted annually as more recent loss information becomes available.

A complete financial statement for the agency can be obtained from the PDRMA's administrative offices at P.O. Box 4320, Wheaton, Illinois 60189-4320.

#### **C. COMMITMENTS AND CONTINGENCIES**

From time to time, the County is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the County Attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the County's financial position or results of operations.

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to the grantor agency for expenditures disallowed under terms of the grants. Management believes such disallowances, if any, would be immaterial.

The Forest Preserve District has contracts in process at year end which approximate \$3,692,500. The Lake County Public Building Commission has contracts in process at year end which approximates \$6,960,423. The Lake County Public Works Department has contracts in process at year end which approximates \$2,115,655.

#### **D. SUBSEQUENT EVENT**

The Lake County Public Building Commission (Commission) suspended operations effective January 31, 2006. Pursuant to the contract between Lake County and the Commission and State Statutes, the remaining funds and capital assets were transferred to Lake County on January 31, 2006.

**REQUIRED SUPPLEMENTARY INFORMATION**

## LAKE COUNTY, ILLINOIS

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL GENERAL FUND

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	2005			Variance with Final Budget	2004 Actual
	Original Budget	Final Budget	Actual		
<b>REVENUES</b>					
Taxes	\$ 65,753,500	\$ 65,753,500	\$ 70,271,231	\$ 4,517,731	\$ 59,970,307
Charges for services	16,434,283	16,434,283	19,256,475	2,822,192	20,604,388
Licenses and permits	3,187,540	3,187,540	3,129,766	(57,774)	2,946,852
Fines and forfeitures	1,129,000	1,129,000	1,211,940	82,940	1,372,273
Intergovernmental	15,673,327	16,038,856	16,887,378	848,522	14,603,721
Investment income	2,443,000	2,443,000	2,803,628	360,628	2,525,843
Miscellaneous	6,651,146	6,705,025	7,401,680	696,655	5,548,999
Total Revenues	<u>111,271,796</u>	<u>111,691,204</u>	<u>120,962,098</u>	<u>9,270,894</u>	<u>107,572,383</u>
<b>EXPENDITURES</b>					
County Board					
Personal services	945,054	947,254	947,251	3	921,516
Commodities	24,300	24,300	9,160	15,140	2,636
Contractual	666,430	666,430	652,518	13,912	356,905
Total County Board	<u>1,635,784</u>	<u>1,637,984</u>	<u>1,608,929</u>	<u>29,055</u>	<u>1,281,057</u>
County Administrator					
Personal services	1,653,421	1,653,421	1,569,358	84,063	1,526,616
Commodities	35,600	42,600	26,750	15,850	18,116
Contractual	622,754	628,667	581,531	47,136	225,086
Total County Administrator	<u>2,311,775</u>	<u>2,324,688</u>	<u>2,177,639</u>	<u>147,049</u>	<u>1,769,818</u>
Supervisor of Assessments					
Personal services	992,537	992,537	970,896	21,641	931,877
Commodities	22,250	22,250	14,239	8,011	14,411
Contractual	657,359	662,359	588,406	73,953	495,441
Total Supervisor of Assessments	<u>1,672,146</u>	<u>1,677,146</u>	<u>1,573,541</u>	<u>103,605</u>	<u>1,441,729</u>
General Operating Expenditures					
Personal services	1,000,000	1,242	1,242	-	393,843
Commodities	285,000	1,000	884	116	194,534
Contractuals	2,412,784	3,894,972	2,334,279	1,560,693	7,517,924
Capital outlay	1,811,218	2,271,401	1,693,723	577,678	2,095,568
Debt service payments	1,120,025	1,120,025	1,092,707	27,318	1,121,623
Total General Operating Expenditures	<u>6,629,027</u>	<u>7,288,640</u>	<u>5,122,835</u>	<u>2,165,805</u>	<u>11,323,492</u>
Building Operations Maintenance					
Personal services	1,567,804	1,567,804	1,386,478	181,326	1,424,597
Commodities	125,100	174,100	147,268	26,832	79,461
Contractuals	3,188,745	3,492,996	3,089,821	403,175	2,804,540
Capital outlay	547,500	1,024,315	788,885	235,430	59,069
Total Building Operations and Maintenance	<u>5,429,149</u>	<u>6,259,215</u>	<u>5,412,452</u>	<u>846,763</u>	<u>4,367,667</u>
Central Services					
Personal services	878,612	878,612	873,625	4,987	772,620
Commodities	226,360	226,360	195,680	30,680	172,143
Contractuals	1,723,875	1,838,943	1,730,879	108,064	1,365,076
Capital Outlay	40,500	40,500	27,724	12,776	39,254
Total Central Services	<u>2,869,347</u>	<u>2,984,415</u>	<u>2,827,908</u>	<u>156,507</u>	<u>2,349,093</u>
Department of Information and Technology					
Personal services	5,055,431	5,055,431	4,843,492	211,939	4,870,682
Commodities	1,168,784	1,459,834	1,131,801	328,033	801,994
Contractual	4,005,270	4,165,251	3,584,408	580,843	2,595,236
Total Department of Information and Technology	<u>10,229,485</u>	<u>10,680,516</u>	<u>9,559,701</u>	<u>1,120,815</u>	<u>8,267,912</u>

(Continued)

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 GENERAL FUND (cont.)  
 For the Year Ended November 30, 2005  
 (With Prior Year Comparative Actual Information)

	2005		Actual	Variance with	
	Original Budget	Final Budget		Final Budget	2004 Actual
<b>EXPENDITURES (cont.)</b>					
<b>Human Resources</b>					
Personal services	\$ 790,188	\$ 808,048	\$ 808,046	\$ 2	\$ 766,268
Commodities	23,510	23,510	17,011	6,499	19,456
Contractuals	571,012	568,012	491,953	76,059	299,261
Total Human Resources	<u>1,384,710</u>	<u>1,399,570</u>	<u>1,317,010</u>	<u>82,560</u>	<u>1,084,985</u>
<b>Treasurer</b>					
Personal services	924,367	924,367	910,626	13,741	837,930
Commodities	18,600	18,600	16,479	2,121	18,974
Contractual	411,945	411,945	389,623	22,322	178,685
Total Treasurer	<u>1,354,912</u>	<u>1,354,912</u>	<u>1,316,728</u>	<u>38,184</u>	<u>1,035,589</u>
<b>Regional Office of Education</b>					
Personal services	420,799	420,799	410,799	10,000	424,151
Commodities	9,250	9,250	8,275	975	6,825
Contractual	359,482	359,482	339,149	20,333	223,325
Capital outlay	-	-	-	-	-
Total Regional Office of Education	<u>789,531</u>	<u>789,531</u>	<u>758,223</u>	<u>31,308</u>	<u>654,301</u>
<b>County Clerk</b>					
Personal services	2,135,810	2,135,810	1,806,776	329,034	2,113,654
Commodities	106,500	150,427	117,755	32,672	164,911
Contractuals	1,188,862	1,273,232	932,851	340,381	678,928
Capital outlay	-	1,567,300	572	1,566,728	-
Total County Clerk	<u>3,431,172</u>	<u>5,126,769</u>	<u>2,857,954</u>	<u>2,268,815</u>	<u>2,957,493</u>
<b>Recorder of Deeds</b>					
Personal services	1,044,184	1,044,184	1,033,390	10,794	1,007,445
Commodities	31,000	34,250	34,247	3	13,830
Contractuals	434,284	432,284	408,510	23,774	152,797
Total Recorder of Deeds	<u>1,509,468</u>	<u>1,510,718</u>	<u>1,476,147</u>	<u>34,571</u>	<u>1,174,072</u>
<b>Corporate Capital Improvements</b>					
Commodities	-	50,000	-	50,000	-
Contractuals	2,711,105	5,388,141	1,624,040	3,764,101	2,566,455
Capital outlay	5,723,897	22,564,166	5,565,020	16,999,146	4,272,653
Total Corporate Capital Improvements	<u>8,435,002</u>	<u>28,002,307</u>	<u>7,189,060</u>	<u>20,813,247</u>	<u>6,839,108</u>
<b>Planning and Development</b>					
Personal Services	4,243,935	4,243,935	4,154,830	89,105	4,027,234
Commodities	97,468	97,468	92,230	5,238	95,348
Contractuals	1,700,236	1,776,987	1,547,017	229,970	925,812
Total Planning and Development	<u>6,041,639</u>	<u>6,118,390</u>	<u>5,794,077</u>	<u>324,313</u>	<u>5,048,394</u>
<b>Merit Commission</b>					
Personal services	49,139	49,359	49,352	7	47,272
Commodities	400	1,100	813	287	176
Contractuals	95,986	98,225	97,830	395	82,243
Total Merit Commission	<u>145,525</u>	<u>148,684</u>	<u>147,995</u>	<u>689</u>	<u>129,691</u>
<b>Radio Department</b>					
Personal services	376,652	384,152	383,363	789	366,663
Commodities	51,224	61,094	52,643	8,451	29,601
Contractuals	312,773	305,273	278,129	27,144	194,022
Total Radio Department	<u>740,649</u>	<u>750,519</u>	<u>714,135</u>	<u>36,384</u>	<u>590,286</u>

(Continued)

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 GENERAL FUND (cont.)  
 For the Year Ended November 30, 2005  
 (With Prior Year Comparative Actual Information)

	2005		Actual	Variance with	2004 Actual
	Original Budget	Final Budget		Final Budget	
<b>EXPENDITURES (cont.)</b>					
Sheriff					
Personal services	\$ 28,019,332	\$ 28,194,360	\$ 28,194,357	\$ 3	\$ 27,000,933
Commodities	1,866,315	1,894,058	1,837,317	56,741	1,890,528
Contractuals	13,109,397	13,588,985	13,563,573	25,412	6,323,047
Capital outlay	-	96,012	47,883	48,129	196,643
Total Sheriff	<u>42,995,044</u>	<u>43,773,415</u>	<u>43,643,130</u>	<u>130,285</u>	<u>35,411,151</u>
Coroner					
Personal services	624,855	624,855	581,745	43,110	577,417
Commodities	57,570	64,517	64,158	359	52,818
Contractuals	351,164	344,099	324,999	19,100	194,475
Capital outlay	-	-	-	-	1,673
Total Coroner	<u>1,033,589</u>	<u>1,033,471</u>	<u>970,902</u>	<u>62,569</u>	<u>826,383</u>
Clerk of the Circuit Court					
Personal services	4,698,924	4,698,924	4,610,791	88,133	4,431,804
Commodities	148,500	148,500	147,892	608	117,381
Contractuals	1,806,889	1,806,889	1,694,779	112,110	536,330
Total Clerk of the Circuit Court	<u>6,654,313</u>	<u>6,654,313</u>	<u>6,453,462</u>	<u>200,851</u>	<u>5,085,515</u>
Public Defender					
Personal services	2,687,586	2,699,486	2,699,479	7	2,575,935
Commodities	28,970	30,963	30,216	747	26,773
Contractuals	965,232	972,732	943,620	29,112	377,360
Capital outlay	1,000	1,000	1,000	-	-
Total Public Defender	<u>3,682,788</u>	<u>3,704,181</u>	<u>3,674,315</u>	<u>29,866</u>	<u>2,980,068</u>
Circuit Courts					
Personal services	7,698,858	7,626,187	7,591,055	35,132	7,275,540
Commodities	119,010	134,519	131,788	2,731	129,368
Contractuals	4,174,381	4,378,114	4,085,320	292,794	2,359,918
Total Circuit Courts	<u>11,992,249</u>	<u>12,138,820</u>	<u>11,808,163</u>	<u>330,657</u>	<u>9,764,826</u>
State's Attorney					
Personal services	7,854,501	8,407,617	7,686,003	721,614	7,289,698
Commodities	109,844	216,947	206,782	10,165	104,388
Contractuals	2,948,062	3,220,362	2,825,733	394,629	1,314,798
Capital outlay	34,600	78,200	66,405	11,795	1,300
Total State's Attorney	<u>10,947,007</u>	<u>11,923,126</u>	<u>10,784,923</u>	<u>1,138,203</u>	<u>8,710,184</u>
Total Expenditures	<u>131,914,311</u>	<u>157,281,330</u>	<u>127,189,229</u>	<u>30,092,101</u>	<u>113,092,814</u>
Excess( Deficiency) of Revenues over Expenditures	<u>(20,642,515)</u>	<u>(45,590,126)</u>	<u>(6,227,131)</u>	<u>39,362,995</u>	<u>(5,520,431)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Capital lease	-	-	422,484	422,484	-
Transfers in	14,918,869	15,577,225	15,711,758	134,533	4,593,279
Transfers out	(200,000)	(3,297,996)	(3,247,909)	50,087	(1,335,013)
Sale of capital assets	100,000	100,000	145,355	45,355	213,511
Total Other Financing Sources (Uses)	<u>14,818,869</u>	<u>12,379,229</u>	<u>13,031,688</u>	<u>652,459</u>	<u>3,471,777</u>
Net Change in Fund Balance	<u>\$ (5,823,646)</u>	<u>\$ (33,210,897)</u>	<u>6,804,557</u>	<u>\$ 40,015,454</u>	<u>(2,048,654)</u>
FUND BALANCE - Beginning			<u>100,257,777</u>		<u>102,306,431</u>
FUND BALANCE - ENDING			<u>\$ 107,062,334</u>		<u>\$ 100,257,777</u>

(Concluded)

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
HEALTH DEPARTMENT

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	2005			Variance with Final Budget	2004 Actual
	Original Budget	Final Budget	Actual		
<b>REVENUES</b>					
Taxes	\$ 15,035,500	\$ 15,035,500	\$ 15,194,102	\$ 158,602	\$ 16,814,274
Charges for services	4,952,391	4,970,738	4,075,934	(894,804)	3,860,566
Intergovernmental	26,262,043	32,885,118	31,207,174	(1,677,944)	27,752,981
Investment income	156,000	156,000	198,032	42,032	111,054
Miscellaneous	182,300	272,300	312,795	40,495	396,645
Total Revenues	<u>46,588,234</u>	<u>53,319,656</u>	<u>50,988,037</u>	<u>(2,331,619)</u>	<u>48,935,520</u>
<b>EXPENDITURES</b>					
Current					
Health and human services	54,917,625	56,353,334	51,796,687	4,556,647	46,389,069
Capital Outlay	909,394	5,933,202	2,424,172	3,509,030	2,863,152
Total Expenditures	<u>55,827,019</u>	<u>62,286,536</u>	<u>54,220,859</u>	<u>8,065,677</u>	<u>49,252,221</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	5,930,663	5,930,663	5,021,824	(908,839)	1,848,530
Transfers out	-	(800,000)	(800,000)	-	-
Sale of capital assets	10,000	10,000	22,323	12,323	33,353
Total Other Financing Sources	<u>5,940,663</u>	<u>5,140,663</u>	<u>4,244,147</u>	<u>(896,516)</u>	<u>1,881,883</u>
Net Change in Fund Balance	<u>\$ (3,298,122)</u>	<u>\$ (3,826,217)</u>	1,011,325	<u>\$ 4,837,542</u>	1,565,182
FUND BALANCE - Beginning			<u>13,355,486</u>		<u>11,790,304</u>
FUND BALANCE - ENDING			<u>\$ 14,366,811</u>		<u>\$ 13,355,486</u>

## LAKE COUNTY, ILLINOIS

REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF FUNDING PROGRESS - ILLINOIS MUNICIPAL RETIREMENT FUND  
November 30, 2005

### County Employees Other Than SLEP

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/04	\$ 235,470,636	\$ 270,653,482	\$ 35,182,846	87.00%	\$ 121,751,974	28.90%
12/31/03	224,061,150	243,811,860	19,750,710	91.90%	114,211,803	17.29%
12/31/02	226,358,860	226,370,502	11,642	99.99%	108,270,084	0.01%
12/31/01	228,026,014	203,936,449	(24,089,565)	111.81%	102,614,418	0.00%
12/31/00	208,554,368	177,076,743	(31,477,625)	117.78%	91,631,838	0.00%
12/31/99	176,257,908	160,737,059	(15,520,849)	109.66%	84,322,041	0.00%
12/31/98	141,706,840	144,109,098	2,402,258	98.33%	79,562,001	3.02%
12/31/97	132,618,529	135,710,500	3,091,971	97.72%	75,016,618	4.12%
12/31/96	122,756,540	127,561,726	4,805,186	96.23%	70,977,571	6.77%
12/31/95	110,543,491	113,689,869	3,146,378	97.23%	66,437,339	4.74%

### Sheriff's Law Enforcement Personnel (SLEP)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/04	\$ 39,890,559	\$ 55,999,702	\$ 16,109,143	71.23%	\$ 13,674,039	117.81%
12/31/03	38,947,148	53,864,121	14,916,973	72.31%	13,053,641	114.27%
12/31/02	38,480,598	52,288,073	13,807,475	73.59%	12,748,074	108.31%
12/31/01	33,456,722	47,711,385	14,254,663	70.12%	12,039,606	118.40%
12/31/00	28,548,553	42,737,763	14,189,210	66.80%	11,118,932	127.61%
12/31/99	26,591,166	40,624,765	14,033,599	65.46%	11,179,078	125.53%
12/31/98	22,682,962	36,933,816	14,250,854	61.42%	10,597,787	134.47%
12/31/97	21,127,967	35,882,745	14,754,778	58.88%	10,203,245	144.61%
12/31/96	23,407,074	36,841,788	13,434,714	63.53%	10,644,398	126.21%
12/31/95	22,997,787	29,287,756	6,289,969	78.52%	9,758,360	64.46%

See accompanying notes to required supplementary information.

## LAKE COUNTY, ILLINOIS

### REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES OF FUNDING PROGRESS - ILLINOIS MUNICIPAL RETIREMENT FUND November 30, 2005

#### Forest Preserve District - Other Than Forest Preserve District SLEP

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/04	\$ 19,027,320	\$ 23,316,214	\$ 4,288,894	81.61%	\$ 9,890,480	43.36%
12/31/03	17,420,253	19,721,427	2,301,174	88.33%	9,281,858	24.79%
12/31/02	16,914,717	18,278,806	1,364,089	92.54%	9,123,082	14.95%
12/31/01	17,044,414	16,391,741	(652,673)	103.98%	8,668,868	0.00%
12/31/00	15,223,565	13,956,111	(1,267,454)	109.08%	7,848,333	0.00%
12/31/99	12,676,296	12,097,745	(578,551)	104.78%	7,196,465	0.00%
12/31/98	10,416,110	10,727,827	311,717	97.09%	6,551,218	4.76%
12/31/97	8,781,572	9,021,644	240,072	97.34%	5,713,520	4.20%
12/31/96	7,356,103	7,606,009	249,906	96.71%	5,199,035	4.81%
12/31/95	6,637,394	6,537,578	(99,816)	101.53%	4,757,677	0.00%

#### Forest Preserve District - Sheriff's Law Enforcement Personnel (SLEP)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Accrued Liability (AAL) -Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/04	\$ 706,763	\$ 1,634,545	\$ 927,782	43.24%	\$ 799,278	116.08%
12/31/03	1,495,650	2,088,123	592,473	71.63%	709,752	83.48%
12/31/02	1,209,769	1,838,324	628,555	65.81%	556,691	112.91%
12/31/01	1,245,885	1,785,163	539,278	69.79%	455,437	118.41%
12/31/00	1,065,754	1,484,770	419,016	71.78%	423,044	99.05%
12/31/99	873,433	1,293,658	420,225	67.52%	390,742	107.55%
12/31/98	1,014,920	1,237,510	222,590	82.01%	321,061	69.33%
12/31/97	850,296	1,078,587	228,291	78.83%	314,252	72.65%
12/31/96	745,614	1,119,913	374,299	66.58%	298,578	125.29%
12/31/95	641,847	905,692	263,845	70.87%	267,030	98.81%

See accompanying notes to required supplementary information.

# LAKE COUNTY, ILLINOIS

## NOTES TO REQUIRED SUPPLEMENTARY INFORMATION November 30, 2005

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### ***BUDGETARY INFORMATION***

Budgetary information is derived from the annual operating budget and is presented using generally accepted accounting principles and the modified accrual basis of accounting.

**S U P P L E M E N T A R Y   I N F O R M A T I O N**

**LAKE COUNTY, ILLINOIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS**

**FICA**

To account for employer contributions to the Social Security Administration.

**ILLINOIS MUNICIPAL RETIREMENT FUND**

To account for employer contributions to the Illinois Municipal Retirement Fund.

**LIABILITY INSURANCE**

To account for the special tax collections for liability and worker's compensation insurance for the County and its employees.

**VETERANS ASSISTANCE COMMISSION**

To account for the cost of providing assistance to indigent war veterans and their families.

**STORMWATER MANAGEMENT**

To account for the special tax collections and expenditures associated with the management and mitigation of the effects of urbanization on stormwater drainage, including the design, planning, construction, operation and maintenance of facilities provided for in the stormwater management plan.

**DIVISION OF TRANSPORTATION**

To account for the operation of improving, repairing and maintaining all County highways.

**HULSE DETENTION CENTER**

To account for the temporary care and custody of dependent, delinquent or truant children.

**WINCHESTER HOUSE**

To account for the operations of the County's nursing home.

**TUBERCULOSIS CLINIC**

To account for the cost of the care and treatment of persons afflicted with tuberculosis.

**PUBLIC BUILDING LEASE RENT**

To account for the rental payments to the Lake County Public Building Commission under a lease agreement for the County Building complex.

**PUBLIC BUILDING LEASE DEBT**

To account for the debt payments to the Lake County Public Building Commission under a lease agreement for the County Building complex.

**LAKE COUNTY, ILLINOIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS (CONTINUED)**

**BRIDGE TAX**

To account for costs of repairing or constructing bridges, culverts, drainage structures or grade separations as designated and administered by the County Superintendent of Highways.

**MATCHING TAX**

To account for the payment of the proportionate share of expenses in constructing or reconstruction, including engineering and right-of-way costs, of highways in the Federal Aid System.

**PROBATION SERVICES FEE**

To account for the collections of fees for providing probationary services and for the expenditure of funds for that purpose.

**LAW LIBRARY**

To account for fees collected by the Circuit Court to be used for establishing, maintaining and operating a County Law Library.

**CHILDREN'S WAITING ROOM FUND**

To account for the fees and expenditures of operating a safe and supervised area where individuals attending court can leave their young children.

**COURT AUTOMATION**

To account for the collection of an additional court fee and the subsequent cost of automating the court system.

**COURT DOCUMENT STORAGE**

To account for fees collected by the Circuit Court to be used for maintaining and enhancing the storage of court documents.

**RECORDER AUTOMATION**

To account for the collection of an additional recording fee and the subsequent cost of automating the Recorder of Deed's office.

**VITAL RECORDS AUTOMATION**

To account for the collection of an additional filing fee and the subsequent cost of automating the County Clerk's Vital Statistics Division.

**GIS AUTOMATION FEES**

To account for the collection of recording fees and the subsequent cost to fund Geographic Information System activities.

**LAKE COUNTY, ILLINOIS**

**NONMAJOR GOVERNMENTAL FUNDS**

**SPECIAL REVENUE FUNDS (CONTINUED)**

**TAX SALE AUTOMATION FEES**

To account for the collection of an additional fee and subsequent costs related to automation of property tax collections and delinquent property tax sales.

**MOTOR FUEL TAX FUND**

To account for monies received from State of Illinois for the County's share of motor fuel taxes and the expenditures thereon.

**SOLID WASTE MANAGEMENT TAX**

To account for the taxes imposed by ordinance upon the operators of solid waste facilities and the costs associated with solid waste disposal planning and programs and landfill inspections and enforcement activities.

**LOON LAKE SPECIAL SERVICE AREA #8**

**NEFPA SPECIAL SERVICE AREA #9**

**WOODS OF IVANHOE SPECIAL SERVICE AREA #12**

To account for the costs of Loon Lake maintenance and restoration in said special service area.

**TOWNSHIP MOTOR FUEL TAX**

To account for the collection of tax monies and disbursement of these funds for use on the Township's highways and roads.

**HUD GRANTS**

**WORKFORCE DEVELOPMENT**

To account for the collection and disbursement of funds associated with the above grants.

**COMPUTER FRAUD FORFEITURES**

Computer fraud funds seized by court order to be used in the investigation and prosecution of computer crime.

**CONTRIBUTIONS**

To account for funds donated to the County to be used for specific purposes.

**LAKE COUNTY, ILLINOIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**SPECIAL REVENUE FUNDS (CONTINUED)**

**RISK CARE MANAGEMENT**

To account for the costs of claims and premiums for general liability coverage, workers' compensation, unemployment insurance, automobile insurance, property, premises and contents, medical malpractice, public official liability and loss prevention activities

**FOREST PRESERVE GENERAL FUND**

To account for all financial resources of the Forest Preserve's general government, except those required to be accounted for in another fund.

**FOREST PRESERVE LAND DEVELOPMENT FUND**

To account the costs incurred for maintaining and developing the land owned by the Forest Preserve District.

**FOREST PRESERVE RETIREMENT FUND**

To account for Forest Preserve employer contributions to the Illinois Municipal Retirement Fund and the Sheriff's Law Enforcement Retirement Plan.

**FOREST PRESERVE WETLANDS MANAGEMENT FUND**

To account the Forest Preserve long-term management of the wetland along the Des Plaines River.

**FOREST PRESERVE FORT SHERIDAN CEMETERY FUND**

To account for money used to care for the Forest Preserve cemetery at Fort Sheridan.

**FOREST PRESERVE FARMLAND MANAGEMENT FUND**

To account for Forest Preserve money used to restore and manage lands that are farmed or have been removed from or impacted by farming.

**FOREST PRESERVE TREE REPLACEMENT FUND**

To account for Forest Preserve money received from the collection of fees paid to the District for trees removed as part of easement agreement.

**FOREST PRESERVE DONATIONS AND GRANTS FUND**

To account for Forest Preserve money received from non-enterprise fund sources and held by a governmental unit in the capacity of trustee for individuals, governmental entities, and nonpublic organizations.

**EMERGENCY TELEPHONE SYSTEM BOARD**

To account for revenue collected and spent for the emergency telephone system in Lake County.

**LAKE COUNTY, ILLINOIS**  
**NONMAJOR GOVERNMENTAL FUNDS**

**CAPITAL PROJECTS FUND**

**E.T.S.B. PROJECT**

To account for the acquisition and improvements to the emergency telephone (911) system of the County.

**COUNTY RADIO SYSTEM**

To account for the acquisition and construction of the County Radio System.

**FOREST PRESERVE LAND ACQUISITION FUND**

To account for the Forest Preserve's financial resources from the issuance of general obligation bonds to be used for the acquisition or construction of major capital facilities (other than those financed by the proprietary funds).

**FOREST PRESERVE DEVELOPMENT PROJECTS FUND**

To account for the Forest Preserve's financial resources from the issuance of general obligation bonds to be used for the purpose of constructing and acquiring improvements and for the development of forests and land in the District.

**FOREST PRESERVE CAPITAL FACILITIES IMPROVEMENT FUND**

To account for the Forest Preserve's financial resources to be used for the purpose of constructing, acquiring, and improving major capital facilities in the District.

**DEBT SERVICE FUNDS**

**GENERAL OBLIGATION REFUNDING BONDS, SERIES 2001**

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest issued for the purpose of refunding the 1995A bonds.

**GENERAL OBLIGATION REFUNDING BONDS, SERIES 2005**

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest issued for the purpose of refunding the 1999 bonds.

**KRISVIEW SSA #6**

**WOODBINE SSA #7**

**NORTH HILLS SSA #10**

To account for the accumulation of resources for, and the payment of, long-term debt principal and interest for the above special service areas.

**FOREST PRESERVE DEBT SERVICE FUND**

To account for the resources accumulated and payments made for principal and interest on long-term general obligation debt of government funds.

**LAKE COUNTY, ILLINOIS**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
November 30, 2005

	Special Revenue Funds					
		Illinois				
	FICA	Municipal Retirement Fund	Liability Insurance	Veterans Assistance	Stormwater Management	Division of Transportation
<b>ASSETS</b>						
Cash and investments	\$ 4,274,350	\$ 3,296,474	\$ 59,955	\$ 504,036	\$ 1,375,771	\$ 5,931,999
Taxes receivable, net of allowance for uncollectibles	6,846,130	12,449,268	8,105,065	280,712	1,821,562	12,570,620
Accrued interest	21,984	21,352	4,211	1,952	5,883	28,525
Accounts receivable, net of allowance for uncollectibles	-	-	-	-	586	246,556
Due from governmental agencies	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 11,142,464</b>	<b>\$ 15,767,094</b>	<b>\$ 8,169,231</b>	<b>\$ 786,700</b>	<b>\$ 3,203,802</b>	<b>\$ 18,777,700</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ -	\$ -	\$ 5,460	\$ 285,936	\$ 252,237
Deferred revenue	6,708,421	12,261,483	8,036,211	274,453	1,796,524	12,407,873
Accrued salaries and wages	-	-	-	7,099	40,073	403,113
Other liabilities	-	-	-	-	40,272	349,600
Due to other governments	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Total Liabilities	6,708,421	12,261,483	8,036,211	287,012	2,162,805	13,412,823
<b>FUND BALANCES</b>						
Reserved	-	-	-	-	-	-
Unreserved	-	-	-	-	1,040,997	284,969
Designated	-	-	-	-	-	-
Undesignated	4,434,043	3,505,611	133,020	499,688	-	5,079,908
Total Fund Balances	4,434,043	3,505,611	133,020	499,688	1,040,997	5,364,877
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 11,142,464</b>	<b>\$ 15,767,094</b>	<b>\$ 8,169,231</b>	<b>\$ 786,700</b>	<b>\$ 3,203,802</b>	<b>\$ 18,777,700</b>

Special Revenue Funds

Youth Home	Winchester House	Tuberculosis Clinic	Public Building Rent	Public Building Lease Debt	Bridge Tax	Matching Tax	Probation Services Fees	County Law Library	Children's Waiting Room	Court Automation
\$ 939,343	\$ -	\$ 696,144	\$ 228,818	\$ 1,574,693	\$ 4,631,804	\$ 8,104,381	\$ 1,489,636	\$ 199,383	\$ 123,242	\$ 838,757
2,815,994	3,916,889	248,313	2,277	-	3,033,004	6,560,227	-	-	-	-
5,434	4,785	574	-	-	3,348	19,500	25,354	4,302	-	557
4,325	477,746	13,280	-	-	-	-	-	-	-	-
965,089	1,511,978	-	-	-	679,009	2,557,661	-	-	-	-
-	-	-	-	-	62,675	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-
<u>\$ 4,730,185</u>	<u>\$ 5,911,398</u>	<u>\$ 958,311</u>	<u>\$ 231,095</u>	<u>\$ 1,574,693</u>	<u>\$ 8,409,840</u>	<u>\$ 17,241,769</u>	<u>\$ 1,514,990</u>	<u>\$ 203,685</u>	<u>\$ 123,242</u>	<u>\$ 839,314</u>
\$ 45,233	\$ 209,369	\$ 15,245	\$ -	\$ -	\$ 1,197,952	\$ 2,291,396	\$ 85,812	\$ 18,176	\$ 326	\$ 3,899
2,778,437	3,838,646	238,924	-	-	2,992,317	6,478,854	-	-	-	-
199,066	1,074,476	13,970	-	-	-	-	-	4,277	3,498	14,433
-	-	-	-	-	-	-	-	-	-	-
-	432,387	-	-	-	-	62,675	-	-	-	-
<u>3,022,736</u>	<u>5,554,878</u>	<u>268,139</u>	<u>-</u>	<u>-</u>	<u>4,190,269</u>	<u>8,832,925</u>	<u>85,812</u>	<u>22,453</u>	<u>3,824</u>	<u>18,332</u>
-	-	-	-	-	-	-	-	-	-	-
-	48,906	-	-	-	4,219,571	8,408,844	33,331	5,322	-	45,000
<u>1,707,449</u>	<u>307,614</u>	<u>690,172</u>	<u>231,095</u>	<u>1,574,693</u>	<u>-</u>	<u>-</u>	<u>1,395,847</u>	<u>175,910</u>	<u>119,418</u>	<u>775,982</u>
<u>1,707,449</u>	<u>356,520</u>	<u>690,172</u>	<u>231,095</u>	<u>1,574,693</u>	<u>4,219,571</u>	<u>8,408,844</u>	<u>1,429,178</u>	<u>181,232</u>	<u>119,418</u>	<u>820,982</u>
<u>\$ 4,730,185</u>	<u>\$ 5,911,398</u>	<u>\$ 958,311</u>	<u>\$ 231,095</u>	<u>\$ 1,574,693</u>	<u>\$ 8,409,840</u>	<u>\$ 17,241,769</u>	<u>\$ 1,514,990</u>	<u>\$ 203,685</u>	<u>\$ 123,242</u>	<u>\$ 839,314</u>

**LAKE COUNTY, ILLINOIS**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (cont.)  
November 30, 2005

	Special Revenue Funds					
	Court Document Storage	Recorder Automation	Vital Record Automation	GIS Automation	Tax Sales Automation	Motor Fuel Tax
<b>ASSETS</b>						
Cash and investments	\$ 6,459,879	\$ 1,437,515	\$ 338,522	\$ 112,157	\$ 325,325	\$ 20,227,363
Taxes receivable, net of allowance for uncollectibles	-	-	-	-	-	817,162
Accrued interest	2,480	20,091	-	-	711	151,704
Accounts receivable, net of allowance for uncollectibles	-	-	-	-	-	-
Due from governmental agencies	-	-	-	-	-	3,123,218
Due from other funds	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 6,462,359</b>	<b>\$ 1,457,606</b>	<b>\$ 338,522</b>	<b>\$ 112,157</b>	<b>\$ 326,036</b>	<b>\$ 24,319,447</b>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts payable	\$ 2,348	\$ 226,607	\$ -	\$ -	\$ 6,941	\$ 2,130,087
Deferred revenue	-	-	-	-	-	26,970
Accrued salaries and wages	19,049	17,415	1,779	-	-	-
Other liabilities	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>21,397</b>	<b>244,022</b>	<b>1,779</b>	<b>-</b>	<b>6,941</b>	<b>2,157,057</b>
<b>FUND BALANCES</b>						
Reserved	-	-	-	-	-	-
Unreserved	-	-	-	-	-	-
Designated	17,480	-	-	-	-	18,207,100
Undesignated	6,423,482	1,213,584	336,743	112,157	319,095	3,955,290
<b>Total Fund Balances</b>	<b>6,440,962</b>	<b>1,213,584</b>	<b>336,743</b>	<b>112,157</b>	<b>319,095</b>	<b>22,162,390</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 6,462,359</b>	<b>\$ 1,457,606</b>	<b>\$ 338,522</b>	<b>\$ 112,157</b>	<b>\$ 326,036</b>	<b>\$ 24,319,447</b>

Special Revenue Funds									
Solid Waste Management Tax	Loon Lake SSA # 8	NEFPA SSA #9	Woods of Ivanhoe SSA #12	Township Motor Fuel Tax	HUD Grants	Workforce Development	Computer Fraud Forfeitures	Contribution	Forest Preserve General Fund
\$ 2,817,202	\$ 16,076	\$ -	\$ 42,250	\$ 576,378	\$ 56,033	\$ -	\$ 174,761	\$ 402,347	\$ 10,648,518
-	50,000	710,446	44,835	62,193	-	-	-	-	6,614,628
4,555	-	-	85	-	-	-	202	253	34,366
209,421	-	-	-	-	22,782	-	-	-	85,270
-	-	-	-	-	2,061,692	1,380,099	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	228,319
<u>\$ 3,031,178</u>	<u>\$ 66,076</u>	<u>\$ 710,446</u>	<u>\$ 87,170</u>	<u>\$ 638,571</u>	<u>\$ 2,140,507</u>	<u>\$ 1,380,099</u>	<u>\$ 174,963</u>	<u>\$ 402,600</u>	<u>\$ 17,611,101</u>
\$ -	\$ -	\$ -	\$ 12,592	\$ -	\$ 1,066,712	\$ 143,519	\$ -	\$ -	\$ 815,572
-	50,000	710,446	43,585	-	-	-	-	-	5,873,558
-	-	-	-	-	-	73,653	-	-	402,245
-	-	-	-	-	-	-	-	-	451,325
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	1,073,795	1,022,506	-	-	-
-	50,000	710,446	56,177	-	2,140,507	1,239,678	-	-	7,542,700
-	-	-	-	-	-	-	-	-	-
-	16,076	-	-	-	-	-	-	-	531,731
<u>3,031,178</u>	<u>-</u>	<u>-</u>	<u>30,993</u>	<u>638,571</u>	<u>-</u>	<u>140,421</u>	<u>174,963</u>	<u>402,600</u>	<u>9,536,670</u>
<u>3,031,178</u>	<u>16,076</u>	<u>-</u>	<u>30,993</u>	<u>638,571</u>	<u>-</u>	<u>140,421</u>	<u>174,963</u>	<u>402,600</u>	<u>10,068,401</u>
<u>\$ 3,031,178</u>	<u>\$ 66,076</u>	<u>\$ 710,446</u>	<u>\$ 87,170</u>	<u>\$ 638,571</u>	<u>\$ 2,140,507</u>	<u>\$ 1,380,099</u>	<u>\$ 174,963</u>	<u>\$ 402,600</u>	<u>\$ 17,611,101</u>

**LAKE COUNTY, ILLINOIS**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (cont.)  
November 30, 2005

	Special Revenue Funds							
	Forest Preserve							
	Land Development	Retirement Fund	Wetlands Management	Fort Sheridan Cemetery	Farmland Management	Tree Replacement	Donations and Grants	Risk Management
<b>ASSETS</b>								
Cash and investments	\$ 5,022,987	\$ 1,858,816	\$ 808,060	\$ 838,799	\$ 207,609	\$ 251,601	\$ 2,822,172	\$ 13,825,202
Taxes receivable, net of allowance for uncollectibles	2,901,153	928,369	-	-	-	-	-	-
Accrued interest	9,880	5,970	166	405	-	-	3,822	-
Accounts receivable, net of allowance for uncollectibles	-	-	-	-	-	-	-	-
Due from governmental agencies	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	2,883,000
Other assets	-	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 7,934,020</b>	<b>\$ 2,793,155</b>	<b>\$ 808,226</b>	<b>\$ 839,204</b>	<b>\$ 207,609</b>	<b>\$ 251,601</b>	<b>\$ 2,825,994</b>	<b>\$ 16,708,202</b>
<b>LIABILITIES AND FUND BALANCES</b>								
<b>LIABILITIES</b>								
Accounts payable	\$ 511,650	\$ -	\$ -	\$ 3,740	\$ 3,381	\$ -	\$ 203,827	\$ 1,145,070
Deferred revenue	2,576,122	824,359	-	-	-	-	1,186,308	-
Accrued salaries and wages	64,307	36,389	-	-	-	-	43,749	17,724
Other liabilities	31,985	72,860	-	-	-	-	1,443	-
Due to other governments	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>3,184,064</b>	<b>933,608</b>	<b>-</b>	<b>3,740</b>	<b>3,381</b>	<b>-</b>	<b>1,435,327</b>	<b>1,162,794</b>
<b>FUND BALANCES</b>								
Reserved	-	-	-	-	-	-	-	-
Unreserved								
Designated	4,749,956	-	-	93,693	63,443	-	1,008,223	150,000
Undesignated	-	1,859,547	808,226	741,771	140,785	251,601	382,444	15,395,408
<b>Total Fund Balances</b>	<b>4,749,956</b>	<b>1,859,547</b>	<b>808,226</b>	<b>835,464</b>	<b>204,228</b>	<b>251,601</b>	<b>1,390,667</b>	<b>15,545,408</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 7,934,020</b>	<b>\$ 2,793,155</b>	<b>\$ 808,226</b>	<b>\$ 839,204</b>	<b>\$ 207,609</b>	<b>\$ 251,601</b>	<b>\$ 2,825,994</b>	<b>\$ 16,708,202</b>

Special Revenue Funds		Debt Service Funds						Total Nonmajor Debt Service Funds	Capital Project Funds	
ETSB	Total Special Revenue Funds	2005 G.O. Refunding	Krisview SSA No. 6	Woodbine SSA No. 7	North Hills SSA No. 10	Forest Preserve Debt Service		ETSB Project	County Radio System	
\$ 3,209,603	\$106,747,961	\$ 47,712	\$ 153,642	\$ 79,625	\$ 123,631	\$ 17,087,864	\$ 17,492,474	\$ 28,036	\$ 230,708	
-	70,778,847	-	101,905	656	78,700	14,969,947	15,151,208	-	-	
-	382,451	-	46	65	36	65,277	65,424	8,755	51	
424,880	1,484,846	-	-	-	-	-	-	-	-	
-	12,278,746	-	-	-	-	-	-	-	-	
-	2,945,675	-	-	-	-	-	-	-	-	
-	228,319	-	-	-	-	-	-	262,403	-	
<u>\$ 3,634,483</u>	<u>\$194,846,845</u>	<u>\$ 47,712</u>	<u>\$ 255,593</u>	<u>\$ 80,346</u>	<u>\$ 202,367</u>	<u>\$ 32,123,088</u>	<u>\$ 32,709,106</u>	<u>\$ 299,194</u>	<u>\$ 230,759</u>	
\$ 111,987	\$ 10,795,074	\$ -	\$ -	\$ -	\$ -	\$ 450	\$ 450	\$ -	\$ -	
-	69,103,491	-	101,046	65	78,074	13,292,789	13,471,974	-	-	
-	2,436,315	-	-	-	-	-	-	-	-	
-	947,485	-	-	-	-	-	-	-	-	
31,996	31,996	-	-	-	-	-	-	-	-	
-	2,591,363	-	-	-	-	-	-	-	-	
<u>143,983</u>	<u>85,905,724</u>	<u>-</u>	<u>101,046</u>	<u>65</u>	<u>78,074</u>	<u>13,293,239</u>	<u>13,472,424</u>	<u>-</u>	<u>-</u>	
-	-	47,712	154,547	80,281	124,293	18,829,849	19,236,682	-	-	
-	38,924,642	-	-	-	-	-	-	166,810	147,334	
<u>3,490,500</u>	<u>70,016,479</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>132,384</u>	<u>83,425</u>	
<u>3,490,500</u>	<u>108,941,121</u>	<u>47,712</u>	<u>154,547</u>	<u>80,281</u>	<u>124,293</u>	<u>18,829,849</u>	<u>19,236,682</u>	<u>299,194</u>	<u>230,759</u>	
<u>\$ 3,634,483</u>	<u>\$194,846,845</u>	<u>\$ 47,712</u>	<u>\$ 255,593</u>	<u>\$ 80,346</u>	<u>\$ 202,367</u>	<u>\$ 32,123,088</u>	<u>\$ 32,709,106</u>	<u>\$ 299,194</u>	<u>\$ 230,759</u>	

**LAKE COUNTY, ILLINOIS**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS (cont.)  
November 30, 2005

	Capital Project Funds			Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
	Forest Preserve				
	Land Acquisition	Development Project	Capital Facilities Improvement		
<b>ASSETS</b>					
Cash and investments	\$ 12,442,442	\$ 17,262,765	\$ 4,267,751	\$ 34,231,702	\$ 158,472,137
Taxes receivable, net of allowance for uncollectibles	-	-	-	-	85,930,055
Accrued interest	-	-	11,663	20,469	468,344
Accounts receivable, net of allowance for uncollectibles	-	-	-	-	1,484,846
Due from governmental agencies	750,000	-	-	750,000	13,028,746
Due from other funds	-	-	-	-	2,945,675
Other assets	-	-	-	262,403	490,722
<b>TOTAL ASSETS</b>	<b>\$ 13,192,442</b>	<b>\$ 17,262,765</b>	<b>\$ 4,279,414</b>	<b>\$ 35,264,574</b>	<b>\$ 262,820,525</b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts payable	\$ 130,963	\$ 503,143	\$ -	\$ 634,106	\$ 11,429,630
Deferred revenue	-	-	-	-	82,575,465
Accrued salaries and wages	9,115	-	-	9,115	2,445,430
Other liabilities	758,991	212,996	-	971,987	1,919,472
Due to other governments	-	-	-	-	31,996
Due to other funds	-	-	-	-	2,591,363
<b>Total Liabilities</b>	<b>899,069</b>	<b>716,139</b>	<b>-</b>	<b>1,615,208</b>	<b>100,993,356</b>
<b>FUND BALANCES</b>					
Reserved	-	-	-	-	19,236,682
Unreserved					
Designated	12,293,373	16,546,626	4,279,414	33,433,557	72,358,199
Undesignated	-	-	-	215,809	70,232,288
<b>Total Fund Balances</b>	<b>12,293,373</b>	<b>16,546,626</b>	<b>4,279,414</b>	<b>33,649,366</b>	<b>161,827,169</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 13,192,442</b>	<b>\$ 17,262,765</b>	<b>\$ 4,279,414</b>	<b>\$ 35,264,574</b>	<b>\$ 262,820,525</b>

**LAKE COUNTY, ILLINOIS**

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended November 30, 2005

	Special Revenue Funds					
	FICA	Illinois Municipal Retirement Fund	Liability Insurance	Veterans Assistance	Stormwater Management	Division of Transportation
<b>REVENUES</b>						
Taxes	\$ 10,129,345	\$ 13,812,751	\$ 5,064,688	\$ 460,425	\$ 1,841,700	\$ 11,971,039
Charges for services	-	-	-	-	597,124	1,809,110
Intergovernmental	-	-	-	-	484,895	361,735
Investment income	59,366	35,535	40,921	9,288	26,690	119,951
Miscellaneous	2,016	1,536	-	23,534	564	116,565
<b>Total Revenues</b>	<u>10,190,727</u>	<u>13,849,822</u>	<u>5,105,609</u>	<u>493,247</u>	<u>2,950,973</u>	<u>14,378,400</u>
<b>EXPENDITURES</b>						
Current						
Personal services	-	-	-	171,221	1,238,653	7,999,444
Commodities	-	-	-	1,202	52,039	1,984,017
Contractual	-	-	-	304,608	1,873,880	3,955,313
Capital Outlay	-	-	-	3,048	400,036	1,098,599
Debt Service						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>480,079</u>	<u>3,564,608</u>	<u>15,037,373</u>
Excess (deficiency) of revenues over expenditures	<u>10,190,727</u>	<u>13,849,822</u>	<u>5,105,609</u>	<u>13,168</u>	<u>(613,635)</u>	<u>(658,973)</u>
<b>OTHER FINANCING SOURCES</b>						
Refunding bonds issued	-	-	-	-	-	-
Payment to refunding bond escrow agent	-	-	-	-	-	-
Premium on bonds issued						
Transfers in	-	-	-	28,799	197,702	1,282,297
Transfers out	(8,951,888)	(13,297,501)	(5,000,000)	-	-	-
Sale of capital assets	-	-	-	-	-	95,426
<b>Total Other Financing Sources (Uses)</b>	<u>(8,951,888)</u>	<u>(13,297,501)</u>	<u>(5,000,000)</u>	<u>28,799</u>	<u>197,702</u>	<u>1,377,723</u>
Net Change in Fund Balance	1,238,839	552,321	105,609	41,967	(415,933)	718,750
FUND BALANCE - Beginning, as restated	<u>3,195,204</u>	<u>2,953,290</u>	<u>27,411</u>	<u>457,721</u>	<u>1,456,930</u>	<u>4,646,127</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ 4,434,043</u>	<u>\$ 3,505,611</u>	<u>\$ 133,020</u>	<u>\$ 499,688</u>	<u>\$ 1,040,997</u>	<u>\$ 5,364,877</u>

Special Revenue Funds									
Youth Home	Winchester House	Tuberculosis Clinic	Public Building Rent	Public Building Lease Debt	Bridge Tax	Matching Tax	Probation Services Fees	County Law Library	Children's Waiting Room
\$ 2,762,532	\$ 5,755,249	\$ 690,637	\$ 184	\$ 140	\$ 2,992,757	\$ 5,985,525	\$ -	\$ -	\$ -
6,066	2,023,910	43,497	-	-	-	-	1,211,702	309,107	95,149
2,149,924	12,156,829	21,918	-	-	558,482	3,377,960	-	114	-
12,213	5,797	9,993	(6,048)	-	71,898	169,968	57,734	7,171	-
64,960	50,929	88	-	-	-	-	4,580	16,099	-
<u>4,995,695</u>	<u>19,992,714</u>	<u>766,133</u>	<u>(5,864)</u>	<u>140</u>	<u>3,623,137</u>	<u>9,533,453</u>	<u>1,274,016</u>	<u>332,491</u>	<u>95,149</u>
3,549,526	13,073,940	262,887	-	-	-	-	-	97,673	79,056
162,521	1,723,335	71,924	-	-	-	-	46,370	99,932	1,870
1,974,541	7,056,908	213,068	-	2,186,310	45,156	56,746	527,542	69,369	43,940
12,329	87,901	4,000	-	-	2,890,754	9,257,128	73,905	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
<u>5,698,917</u>	<u>21,942,084</u>	<u>551,879</u>	<u>-</u>	<u>2,186,310</u>	<u>2,935,910</u>	<u>9,313,874</u>	<u>647,817</u>	<u>266,974</u>	<u>124,866</u>
<u>(703,222)</u>	<u>(1,949,370)</u>	<u>214,254</u>	<u>(5,864)</u>	<u>(2,186,170)</u>	<u>687,227</u>	<u>219,579</u>	<u>626,199</u>	<u>65,517</u>	<u>(29,717)</u>
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
751,282	2,026,882	43,772	-	-	-	-	-	-	-
-	-	-	-	-	-	-	(575,937)	-	-
-	239,337	-	-	-	-	-	-	-	-
<u>751,282</u>	<u>2,266,219</u>	<u>43,772</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(575,937)</u>	<u>-</u>	<u>-</u>
48,060	316,849	258,026	(5,864)	(2,186,170)	687,227	219,579	50,262	65,517	(29,717)
<u>1,659,389</u>	<u>39,671</u>	<u>432,146</u>	<u>236,959</u>	<u>3,760,863</u>	<u>3,532,344</u>	<u>8,189,265</u>	<u>1,378,916</u>	<u>115,715</u>	<u>149,135</u>
<u>\$ 1,707,449</u>	<u>\$ 356,520</u>	<u>\$ 690,172</u>	<u>\$ 231,095</u>	<u>\$ 1,574,693</u>	<u>\$ 4,219,571</u>	<u>\$ 8,408,844</u>	<u>\$ 1,429,178</u>	<u>\$ 181,232</u>	<u>\$ 119,418</u>

**LAKE COUNTY, ILLINOIS**

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (cont.)  
For the Year Ended November 30, 2005

	Special Revenue Funds					
	Court	Court	Recorder	Vital	GIS	Tax Sales
	Automation	Document Storage	Automation	Record Automation	Automation	Automation
<b>REVENUES</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 35,420
Charges for services	791,961	794,325	2,055,048	81,930	1,234,081	-
Intergovernmental	-	-	-	-	-	-
Investment income	14,332	124,506	42,447	-	-	4,990
Miscellaneous	-	-	-	-	-	41,489
<b>Total Revenues</b>	<u>806,293</u>	<u>918,831</u>	<u>2,097,495</u>	<u>81,930</u>	<u>1,234,081</u>	<u>81,899</u>
<b>EXPENDITURES</b>						
Current						
Personal services	307,697	269,206	284,903	35,801	-	-
Commodities	11,648	-	15,297	-	20,000	-
Contractual	148,179	427,107	898,218	27,887	20,000	27,676
Capital Outlay	90,309	61,120	50,000	108	-	15,815
Debt Service						
Principal	-	-	-	-	-	-
Interest	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>557,833</u>	<u>757,433</u>	<u>1,248,418</u>	<u>63,796</u>	<u>40,000</u>	<u>43,491</u>
	<u>248,460</u>	<u>161,398</u>	<u>849,077</u>	<u>18,134</u>	<u>1,194,081</u>	<u>38,408</u>
<b>OTHER FINANCING SOURCES</b>						
Refunding bonds issued	-	-	-	-	-	-
Payment to refunding bond escrow agent	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	(1,810,000)	-
Sale of capital assets	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,810,000)</u>	<u>-</u>
<b>Net Change in Fund Balance</b>	248,460	161,398	849,077	18,134	(615,919)	38,408
<b>FUND BALANCE - Beginning, as restated</b>	<u>572,522</u>	<u>6,279,564</u>	<u>364,507</u>	<u>318,609</u>	<u>728,076</u>	<u>280,687</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ 820,982</u>	<u>\$ 6,440,962</u>	<u>\$ 1,213,584</u>	<u>\$ 336,743</u>	<u>\$ 112,157</u>	<u>\$ 319,095</u>

Special Revenue Funds								
Motor Fuel Tax	Solid Waste Management Tax	Loon Lake SSA No. 8	Woods of Ivanhoe SSA No. 12	Township Motor Fuel Tax	HUD Grants	Workforce Development	Computer Fraud Forfeitures	Contribution
\$ 10,290,655	\$ -	\$ -	\$ 43,585	\$ 689,086	\$ -	\$ -	\$ -	\$ -
58,102	1,297,349	-	-	-	-	-	-	-
6,290,923	-	-	-	-	7,383,100	4,084,048	-	-
433,840	72,998	-	-	10,349	-	-	3,977	9,465
-	-	-	-	-	-	5,298	-	5,245
<u>17,073,520</u>	<u>1,370,347</u>	<u>-</u>	<u>43,585</u>	<u>699,435</u>	<u>7,383,100</u>	<u>4,089,346</u>	<u>3,977</u>	<u>14,710</u>
-	-	-	-	-	-	1,509,686	-	-
-	-	851	-	-	-	56,245	-	11,316
1,238,033	1,447,352	28,065	12,592	-	7,383,100	2,647,937	75	3,648
11,311,920	-	-	-	720,148	-	25,387	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>12,549,953</u>	<u>1,447,352</u>	<u>28,916</u>	<u>12,592</u>	<u>720,148</u>	<u>7,383,100</u>	<u>4,239,255</u>	<u>75</u>	<u>14,964</u>
<u>4,523,567</u>	<u>(77,005)</u>	<u>(28,916)</u>	<u>30,993</u>	<u>(20,713)</u>	<u>-</u>	<u>(149,909)</u>	<u>3,902</u>	<u>(254)</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	(428,990)	-	-	-	-	149,909	-	-
-	-	-	-	-	-	-	-	-
-	<u>(428,990)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>149,909</u>	<u>-</u>	<u>-</u>
4,523,567	(505,995)	(28,916)	30,993	(20,713)	-	-	3,902	(254)
<u>17,638,823</u>	<u>3,537,173</u>	<u>44,992</u>	<u>-</u>	<u>659,284</u>	<u>-</u>	<u>140,421</u>	<u>171,061</u>	<u>402,854</u>
<u>\$ 22,162,390</u>	<u>\$ 3,031,178</u>	<u>\$ 16,076</u>	<u>\$ 30,993</u>	<u>\$ 638,571</u>	<u>\$ -</u>	<u>\$ 140,421</u>	<u>\$ 174,963</u>	<u>\$ 402,600</u>

**LAKE COUNTY, ILLINOIS**

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (cont.)  
For the Year Ended November 30, 2005

	Special Revenue Funds							
	Forest Preserve							
	General Fund	Land Improvement	Retirement Fund	Wetlands Management Fund	Fort Sheridan Cemetery Fund	Farmland Management Fund	Tree Replacement	Donations and Grants Fund
<b>REVENUES</b>								
Taxes	\$ 13,740,178	\$ 5,610,132	\$ 1,892,706	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	1,510,557	-	-	-	-	218,433	223,683	1,127,233
Intergovernmental	-	76,550	29,995	21,437	29,376	-	-	-
Investment income	183,704	184,605	-	55,773	-	2,592	3,650	48,609
Miscellaneous	952,363	-	-	-	-	-	-	184,584
<b>Total Revenues</b>	<u>16,386,802</u>	<u>5,871,287</u>	<u>1,922,701</u>	<u>77,210</u>	<u>29,376</u>	<u>221,025</u>	<u>227,333</u>	<u>1,360,426</u>
<b>EXPENDITURES</b>								
Current								
Personal services	9,299,908	1,197,532	1,532,557	-	19,572	-	-	171,712
Commodities	963,426	79,501	-	-	6,672	16,797	-	162,539
Contractual	4,183,601	1,269,481	-	-	9,061	-	-	591,434
Capital Outlay	466,565	1,478,098	-	-	-	-	-	334,861
Debt Service								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>14,913,500</u>	<u>4,024,612</u>	<u>1,532,557</u>	<u>-</u>	<u>35,305</u>	<u>16,797</u>	<u>-</u>	<u>1,260,546</u>
	<u>1,473,302</u>	<u>1,846,675</u>	<u>390,144</u>	<u>77,210</u>	<u>(5,929)</u>	<u>204,228</u>	<u>227,333</u>	<u>99,880</u>
<b>OTHER FINANCING SOURCES</b>								
Refunding bonds issued	-	-	-	-	-	-	-	-
Payment to refunding bond escrow agent	-	-	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-	-	-
Transfers in	55,799	-	-	-	-	-	-	-
Transfers out	-	(400,000)	-	-	-	-	-	(55,799)
Sale of capital assets	-	-	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>55,799</u>	<u>(400,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(55,799)</u>
<b>Net Change in Fund Balance</b>	1,529,101	1,446,675	390,144	77,210	(5,929)	204,228	227,333	44,081
<b>FUND BALANCE - Beginning, as restated</b>	<u>8,539,300</u>	<u>3,303,281</u>	<u>1,469,403</u>	<u>731,016</u>	<u>841,393</u>	<u>-</u>	<u>24,268</u>	<u>1,346,586</u>
<b>FUND BALANCE - ENDING</b>	<u>\$ 10,068,401</u>	<u>\$ 4,749,956</u>	<u>\$ 1,859,547</u>	<u>\$ 808,226</u>	<u>\$ 835,464</u>	<u>\$ 204,228</u>	<u>\$ 251,601</u>	<u>\$ 1,390,667</u>

Special Revenue Funds		Total Nonmajor Special Revenue Funds	Debt Service Funds					Total Nonmajor Debt Service Funds
Risk Management	ETSB		2005 G.O. Refunding	Krisview SSA No. 6	Woodbine SSA No. 7	North Hills SSA No. 10	Forest Preserve Debt Service	
\$ -	\$ -	\$ 93,768,734	\$ -	\$ 101,568	\$ 55,055	\$ 78,391	\$ 29,435,598	\$ 29,670,612
-	2,052,831	17,541,198	-	-	-	-	-	-
57,291	-	37,084,577	-	-	-	-	-	-
76,334	-	1,892,648	-	-	-	-	338,231	338,231
227,585	1,619	1,699,054	47,712	-	-	-	-	47,712
<u>361,210</u>	<u>2,054,450</u>	<u>151,986,211</u>	<u>47,712</u>	<u>101,568</u>	<u>55,055</u>	<u>78,391</u>	<u>29,773,829</u>	<u>30,056,555</u>
390,552	121,026	41,612,552	-	-	-	-	-	-
24,526	4,113	5,516,141	-	-	-	-	-	-
9,023,438	1,080,345	48,774,610	-	599	599	352	-	1,550
5,006	181,225	28,568,262	-	-	-	-	-	-
-	490,000	490,000	-	75,000	47,000	45,000	15,132,314	15,299,314
-	30,195	30,195	-	22,603	4,225	37,718	12,849,549	12,914,095
<u>9,443,522</u>	<u>1,906,904</u>	<u>124,991,760</u>	<u>-</u>	<u>98,202</u>	<u>51,824</u>	<u>83,070</u>	<u>27,981,863</u>	<u>28,214,959</u>
<u>(9,082,312)</u>	<u>147,546</u>	<u>26,994,451</u>	<u>47,712</u>	<u>3,366</u>	<u>3,231</u>	<u>(4,679)</u>	<u>1,791,966</u>	<u>1,841,596</u>
-	-	-	3,050,000	-	-	-	35,275,000	38,325,000
-	-	-	(3,050,000)	-	-	-	(35,676,663)	(38,726,663)
-	-	-	-	-	-	-	613,160	613,160
8,683,000	-	13,219,442	-	-	-	-	-	-
-	-	(30,520,115)	-	-	-	-	(350,000)	(350,000)
9,738	-	344,501	-	-	-	-	-	-
<u>8,692,738</u>	<u>-</u>	<u>(16,956,172)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(138,503)</u>	<u>(138,503)</u>
(389,574)	147,546	10,038,279	47,712	3,366	3,231	(4,679)	1,653,463	1,703,093
<u>15,934,982</u>	<u>3,342,954</u>	<u>98,902,842</u>	<u>-</u>	<u>151,181</u>	<u>77,050</u>	<u>128,972</u>	<u>17,176,386</u>	<u>17,533,589</u>
<u>\$ 15,545,408</u>	<u>\$ 3,490,500</u>	<u>\$ 108,941,121</u>	<u>\$ 47,712</u>	<u>\$ 154,547</u>	<u>\$ 80,281</u>	<u>\$ 124,293</u>	<u>\$ 18,829,849</u>	<u>\$ 19,236,682</u>

**LAKE COUNTY, ILLINOIS**

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS (cont.)  
For the Year Ended November 30, 2005

	Capital Projects Fund					Total Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
	Forest Preserve						
	ETSB Project	County Radio System	Land Acquisition	Development Projects	Capital Facilities Improvement Fund		
<b>REVENUES</b>							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 123,439,346
Charges for services	-	-	787,500	903,571	-	1,691,071	19,232,269
Intergovernmental	53,118	-	-	-	-	53,118	37,137,695
Investment income	18,665	5,473	857,345	554,623	89,299	1,525,405	3,756,284
Miscellaneous	-	-	62,345	320,000	-	382,345	2,129,111
Total Revenues	<u>71,783</u>	<u>5,473</u>	<u>1,707,190</u>	<u>1,778,194</u>	<u>89,299</u>	<u>3,651,939</u>	<u>185,694,705</u>
<b>EXPENDITURES</b>							
Current							
Personal services	-	-	-	-	-	-	41,612,552
Commodities	-	-	-	-	-	-	5,516,141
Contractual	-	99,612	263,434	24,707	-	387,753	49,163,913
Capital Outlay	324,613	-	4,971,565	4,031,264	-	9,327,442	37,895,704
Debt Service							
Principal	-	-	-	-	-	-	15,789,314
Interest	-	-	-	-	-	-	12,944,290
Total Expenditures	<u>324,613</u>	<u>99,612</u>	<u>5,234,999</u>	<u>4,055,971</u>	<u>-</u>	<u>9,715,195</u>	<u>162,921,914</u>
	<u>(252,830)</u>	<u>(94,139)</u>	<u>(3,527,809)</u>	<u>(2,277,777)</u>	<u>89,299</u>	<u>(6,063,256)</u>	<u>22,772,791</u>
<b>OTHER FINANCING SOURCES</b>							
Refunding bonds issued	-	-	-	-	-	-	38,325,000
Payment to refunding bond escrow agent	-	-	-	-	-	-	(38,726,663)
Premium on bonds issued	-	-	-	-	-	-	613,160
Transfers in	-	-	137,200	-	375,000	512,200	13,731,642
Transfers out	-	-	-	-	-	-	(30,870,115)
Sale of capital assets	-	-	-	-	-	-	344,501
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>137,200</u>	<u>-</u>	<u>375,000</u>	<u>512,200</u>	<u>(16,582,475)</u>
Net Change in Fund Balance	(252,830)	(94,139)	(3,390,609)	(2,277,777)	464,299	(5,551,056)	6,190,316
FUND BALANCE - Beginning, as restated	<u>552,024</u>	<u>324,898</u>	<u>15,683,982</u>	<u>18,824,403</u>	<u>3,815,115</u>	<u>39,200,422</u>	<u>155,636,853</u>
FUND BALANCE - ENDING	<u>\$ 299,194</u>	<u>\$ 230,759</u>	<u>\$ 12,293,373</u>	<u>\$ 16,546,626</u>	<u>\$ 4,279,414</u>	<u>\$ 33,649,366</u>	<u>\$ 161,827,169</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
FICA FUND

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>	<u>2004 Actual</u>
<b>REVENUES</b>					
Taxes	\$ 10,139,395	\$ 10,139,395	\$ 10,129,345	\$ (10,050)	\$ 9,270,751
Investment income	1,300	1,300	59,366	58,066	22,225
Miscellaneous	<u>2,500</u>	<u>2,500</u>	<u>2,016</u>	<u>(484)</u>	<u>3,521</u>
Total Revenues	<u>10,143,195</u>	<u>10,143,195</u>	<u>10,190,727</u>	<u>47,532</u>	<u>9,296,497</u>
<b>EXPENDITURES</b>					
Contractual	<u>10,143,195</u>	-	-	-	<u>6,358,921</u>
Total Expenditures	<u>10,143,195</u>	-	-	-	<u>6,358,921</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	-	(10,143,195)	(8,951,888)	1,191,307	(2,706,094)
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,238,839</u>	<u>\$ 1,238,839</u>	<u>\$ 231,482</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
IMRF FUND

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 13,608,923	\$ 13,608,923	\$ 13,812,751	\$ 203,828	\$ 12,927,971
Investment income	7,000	7,000	35,535	28,535	24,179
Miscellaneous	1,500	1,500	1,536	36	2,020
Total Revenues	<u>13,617,423</u>	<u>13,617,423</u>	<u>13,849,822</u>	<u>232,399</u>	<u>12,954,170</u>
<b>EXPENDITURES</b>					
Contractual	<u>13,617,423</u>	-	-	-	<u>8,009,130</u>
Total Expenditures	<u>13,617,423</u>	-	-	-	<u>8,009,130</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	-	(13,617,423)	(13,297,501)	(319,922)	(3,867,823)
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 552,321</u>	<u>\$ (87,523)</u>	<u>\$ 1,077,217</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
LIABILITY INSURANCE

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 4,887,000	\$ 4,887,000	\$ 5,064,688	\$ 177,688	\$ 5,175,271
Investment income	113,000	113,000	40,921	(72,079)	39,869
Total Revenues	<u>5,000,000</u>	<u>5,000,000</u>	<u>5,105,609</u>	<u>105,609</u>	<u>5,215,140</u>
<b>EXPENDITURES</b>					
Contractual	<u>5,000,000</u>	<u>5,000,000</u>	-	5,000,000	-
Total Expenditures	<u>5,000,000</u>	<u>5,000,000</u>	-	5,000,000	-
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	-	-	(5,000,000)	(5,000,000)	(5,350,000)
 NET CHANGE IN FUND BALANCE	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 105,609</u>	 <u>\$ 105,609</u>	 <u>\$ (134,860)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
VETERANS ASSISTANCE

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 456,670	\$ 456,670	\$ 460,425	\$ 3,755	\$ 431,174
Investment income	7,500	7,500	9,288	1,788	4,475
Miscellaneous	22,000	22,000	23,534	1,534	17,459
Total Revenues	<u>486,170</u>	<u>486,170</u>	<u>493,247</u>	<u>7,077</u>	<u>453,108</u>
<b>EXPENDITURES</b>					
Current					
Personal services	169,777	172,277	171,221	1,056	165,574
Commodities	5,600	3,100	1,202	1,898	1,979
Contractual	336,569	336,569	304,608	31,961	288,605
Capital outlay	4,700	4,700	3,048	1,652	-
Total Expenditures	<u>516,646</u>	<u>516,646</u>	<u>480,079</u>	<u>36,567</u>	<u>456,158</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	<u>30,475</u>	<u>30,475</u>	<u>28,799</u>	<u>(1,676)</u>	<u>8,613</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>\$ 41,967</u>	<u>\$ 41,968</u>	<u>\$ 5,563</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

STORMWATER MANAGEMENT

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 1,676,083	\$ 1,676,083	\$ 1,841,700	\$ 165,617	\$ 1,724,865
Charges for services	505,000	505,000	597,124	92,124	651,779
Intergovernmental	90,000	2,054,534	484,895	(1,569,639)	756,512
Investment income	8,000	8,000	26,690	18,690	12,335
Miscellaneous	2,127	2,127	564	(1,563)	2,768
Total Revenues	<u>2,281,210</u>	<u>4,245,744</u>	<u>2,950,973</u>	<u>(1,294,771)</u>	<u>3,148,259</u>
<b>EXPENDITURES</b>					
Current					
Personal services	1,312,904	1,312,904	1,238,653	74,251	1,252,276
Commodities	81,600	100,600	52,039	48,561	68,906
Contractual	1,106,654	4,259,018	1,873,880	2,385,138	1,141,739
Capital Outlay	15,000	2,559,966	400,036	2,159,930	406,642
Total Expenditures	<u>2,516,158</u>	<u>8,232,488</u>	<u>3,564,608</u>	<u>4,667,880</u>	<u>2,869,563</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	<u>234,948</u>	<u>234,948</u>	<u>197,702</u>	<u>(37,246)</u>	<u>63,264</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (3,751,796)</u>	<u>\$ (415,933)</u>	<u>\$ 3,335,863</u>	<u>\$ 341,960</u>

## LAKE COUNTY, ILLINOIS

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DIVISION OF TRANSPORTATION  
For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 11,807,630	\$ 11,807,630	\$ 11,971,039	\$ 163,409	\$ 10,778,173
Charges for services	1,685,550	1,960,550	1,809,110	(151,440)	1,652,691
Intergovernmental	365,621	365,621	361,735	(3,886)	496,634
Investment income	52,000	52,000	119,951	67,951	28,034
Miscellaneous	53,200	53,200	116,565	63,365	85,638
Total Revenues	<u>13,964,001</u>	<u>14,239,001</u>	<u>14,378,400</u>	<u>139,399</u>	<u>13,041,170</u>
<b>EXPENDITURES</b>					
Current					
Personal services	8,371,266	8,371,266	7,999,444	371,822	7,859,306
Commodities	1,739,614	2,014,614	1,984,017	30,597	1,807,466
Contractual	4,096,050	4,191,200	3,955,313	235,887	2,497,539
Capital Outlay	1,146,836	1,374,119	1,098,599	275,520	764,821
Total Expenditures	<u>15,353,766</u>	<u>15,951,199</u>	<u>15,037,373</u>	<u>913,826</u>	<u>12,929,132</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	1,363,465	1,363,465	1,282,297	(81,168)	390,310
Sale of capital assets	26,300	26,300	95,426	69,126	-
Total other financing sources	<u>1,389,765</u>	<u>1,389,765</u>	<u>1,377,723</u>	<u>(12,042)</u>	<u>390,310</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ (322,433)</u>	<u>\$ 718,750</u>	<u>\$ 1,041,183</u>	<u>\$ 502,348</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
YOUTH HOME

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 2,739,264	\$ 2,739,264	\$ 2,762,532	\$ 23,268	\$ 1,940,284
Charges for services	1,000	1,000	6,066	5,066	1,385
Intergovernmental	2,248,220	2,248,220	2,149,924	(98,296)	2,157,367
Investment income	28,000	28,000	12,213	(15,787)	9,763
Miscellaneous	52,000	52,000	64,960	12,960	66,304
Total Revenues	<u>5,068,484</u>	<u>5,068,484</u>	<u>4,995,695</u>	<u>(72,789)</u>	<u>4,175,103</u>
<b>EXPENDITURES</b>					
Current					
Personal services	3,635,110	3,635,110	3,549,526	85,584	3,444,400
Commodities	174,800	174,800	162,521	12,279	178,592
Contractual	2,008,890	2,008,890	1,974,541	34,349	1,347,075
Capital Outlay	30,000	52,500	12,329	40,171	44,400
Total Expenditures	<u>5,848,800</u>	<u>5,871,300</u>	<u>5,698,917</u>	<u>172,383</u>	<u>5,014,467</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	<u>780,316</u>	<u>780,316</u>	<u>751,282</u>	<u>(29,034)</u>	<u>356,216</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (22,500)</u>	<u>\$ 48,060</u>	<u>\$ 70,560</u>	<u>\$ (483,148)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
WINCHESTER HOUSE

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 5,605,000	\$ 5,605,000	\$ 5,755,249	\$ 150,249	\$ 3,428,131
Charges for services	4,938,406	4,938,406	2,023,910	(2,914,496)	4,083,154
Intergovernmental	10,992,719	10,992,719	12,156,829	1,164,110	9,841,292
Investment income	500	500	5,797	5,297	3,001
Miscellaneous	53,000	53,000	50,929	(2,071)	53,868
Total Revenues	<u>21,589,625</u>	<u>21,589,625</u>	<u>19,992,714</u>	<u>(1,596,911)</u>	<u>17,409,446</u>
<b>EXPENDITURES</b>					
Current					
Personal services	13,025,390	13,275,390	13,073,940	201,450	12,403,511
Commodities	2,251,926	2,001,926	1,723,335	278,591	2,322,043
Contractual	7,721,641	7,722,841	7,056,908	665,933	4,755,469
Capital Outlay	212,688	252,691	87,901	164,790	213,472
Total Expenditures	<u>23,211,645</u>	<u>23,252,848</u>	<u>21,942,084</u>	<u>1,310,764</u>	<u>19,694,495</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	2,187,312	2,187,312	2,026,882	(160,430)	624,839
Sale of capital assets	500	500	239,337	238,837	-
Total other financing sources	<u>2,187,812</u>	<u>2,187,812</u>	<u>2,266,219</u>	<u>78,407</u>	<u>624,839</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 565,792</u>	<u>\$ 524,589</u>	<u>\$ 316,849</u>	<u>\$ (207,740)</u>	<u>\$ (1,660,210)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
TUBERCULOSIS CLINIC

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 522,300	\$ 522,300	\$ 690,637	\$ 168,337	\$ 646,593
Charges for services	16,000	16,000	43,497	27,497	10,098
Intergovernmental	37,000	37,000	21,918	(15,082)	33,438
Investment income	3,000	3,000	9,993	6,993	3,683
Miscellaneous	-	-	88	88	1,024
Total Revenues	<u>578,300</u>	<u>578,300</u>	<u>766,133</u>	<u>187,833</u>	<u>694,836</u>
<b>EXPENDITURES</b>					
Current					
Personal services	274,052	276,640	262,887	13,753	255,769
Commodities	73,650	83,462	71,924	11,538	70,398
Contractual	273,911	269,511	213,068	56,443	181,542
Capital Outlay	-	4,000	4,000	-	5,320
Total Expenditures	<u>621,613</u>	<u>633,613</u>	<u>551,879</u>	<u>81,734</u>	<u>513,029</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	<u>43,313</u>	<u>43,313</u>	<u>43,772</u>	<u>459</u>	<u>12,322</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ (12,000)</u>	<u>\$ 258,026</u>	<u>\$ 270,026</u>	<u>\$ 194,129</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
PUBLIC BUILDING RENT

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ 184	\$ 184	\$ 6,256,243
Investment income	10,000	10,000	(6,048)	(16,048)	56,621
Total Revenues	<u>10,000</u>	<u>10,000</u>	<u>(5,864)</u>	<u>(15,864)</u>	<u>6,312,864</u>
<b>EXPENDITURES</b>					
Contractual	216,310	-	-	-	6,075,905
Total Expenditures	<u>216,310</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,075,905</u>
NET CHANGE IN FUND BALANCE	<u>\$ (206,310)</u>	<u>\$ 10,000</u>	<u>\$ (5,864)</u>	<u>\$ (15,864)</u>	<u>\$ 236,959</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

PUBLIC BUILDING LEASE DEBT

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ 140	\$ 140	\$ 4,739,204
Investment income	-	-	-	-	995
Total Revenues	-	-	140	140	4,740,199
<b>EXPENDITURES</b>					
Debt Service					
Principal	-	2,030,000	2,030,000	-	4,030,000
Interest	-	156,310	156,310	-	646,620
Total Expenditures	-	2,186,310	2,186,310	-	4,676,620
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ -</b>	<b>\$ (2,186,310)</b>	<b>\$ (2,186,170)</b>	<b>\$ 140</b>	<b>\$ 63,579</b>

## LAKE COUNTY, ILLINOIS

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL BRIDGE TAX

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 2,772,887	\$ 2,772,887	\$ 2,992,757	\$ 219,870	\$ 2,587,045
Intergovernmental	530,300	530,300	558,482	28,182	339,447
Investment income	82,000	82,000	71,898	(10,102)	41,279
Total Revenues	<u>3,385,187</u>	<u>3,385,187</u>	<u>3,623,137</u>	<u>237,950</u>	<u>2,967,771</u>
<b>EXPENDITURES</b>					
Current					
Contractual	65,000	66,500	45,156	21,344	16,985
Capital Outlay	3,363,600	7,695,700	2,890,754	4,804,946	3,604,127
Total Expenditures	<u>3,428,600</u>	<u>7,762,200</u>	<u>2,935,910</u>	<u>4,826,290</u>	<u>3,621,112</u>
NET CHANGE IN FUND BALANCE	<u>\$ (43,413)</u>	<u>\$ (4,377,013)</u>	<u>\$ 687,227</u>	<u>\$ 5,064,240</u>	<u>\$ (653,341)</u>

## LAKE COUNTY, ILLINOIS

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL MATCHING TAX

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 5,779,347	\$ 5,779,347	\$ 5,985,525	\$ 206,178	\$ 5,605,602
Intergovernmental	3,649,600	3,649,600	3,377,960	(271,640)	770,376
Investment income	215,000	215,000	169,968	(45,032)	103,220
Total Revenues	<u>9,643,947</u>	<u>9,643,947</u>	<u>9,533,453</u>	<u>(110,494)</u>	<u>6,479,198</u>
<b>EXPENDITURES</b>					
Current					
Contractual	108,100	113,100	56,746	56,354	40,917
Capital Outlay	9,457,400	20,760,900	9,257,128	11,503,772	8,888,870
Total Expenditures	<u>9,565,500</u>	<u>20,874,000</u>	<u>9,313,874</u>	<u>11,560,126</u>	<u>8,929,787</u>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 78,447</b>	<b>\$ (11,230,053)</b>	<b>\$ 219,579</b>	<b>\$ 11,449,632</b>	<b>\$ (2,450,589)</b>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

PROBATION SERVICES FEES

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ 1,100,000	\$ 1,100,000	\$ 1,211,702	\$ 111,702	\$ 1,177,041
Investment income	32,000	32,000	57,734	25,734	15,183
Miscellaneous	-	-	4,580	4,580	-
Total Revenues	<u>1,132,000</u>	<u>1,132,000</u>	<u>1,274,016</u>	<u>142,016</u>	<u>1,192,224</u>
<b>EXPENDITURES</b>					
Current					
Personal services	\$ 37,000	\$ 37,000	\$ -	\$ 37,000	\$ -
Commodities	78,400	78,400	46,370	32,030	70,760
Contractual	679,275	679,275	527,542	151,733	322,105
Capital Outlay	85,800	91,800	73,905	17,895	12,429
Total Expenditures	<u>880,475</u>	<u>886,475</u>	<u>647,817</u>	<u>238,658</u>	<u>405,294</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	<u>(566,000)</u>	<u>(567,581)</u>	<u>(575,937)</u>	<u>(8,356)</u>	<u>(630,320)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (314,475)</u>	<u>\$ (322,056)</u>	<u>\$ 50,262</u>	<u>\$ 372,318</u>	<u>\$ 156,610</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
COUNTY LAW LIBRARY

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ 300,000	\$ 300,000	\$ 309,107	\$ 9,107	\$ 232,266
Intergovernmental	-	-	114	114	5,500
Investment income	2,000	2,000	7,171	5,171	1,255
Miscellaneous	17,500	17,500	16,099	(1,401)	27,600
Total Revenues	<u>319,500</u>	<u>319,500</u>	<u>332,491</u>	<u>12,991</u>	<u>267,021</u>
<b>EXPENDITURES</b>					
Current					
Personal services	97,283	98,553	97,673	880	93,323
Commodities	112,600	115,832	99,932	15,900	99,922
Contractual	68,118	73,688	69,369	4,319	63,187
Capital Outlay	-	-	-	-	3,093
Total Expenditures	<u>278,001</u>	<u>288,073</u>	<u>266,974</u>	<u>21,099</u>	<u>259,525</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	<u>20,000</u>	<u>20,000</u>	-	(20,000)	-
NET CHANGE IN FUND BALANCE	<u>\$ 61,499</u>	<u>\$ 51,427</u>	<u>\$ 65,517</u>	<u>\$ 14,090</u>	<u>\$ 7,496</u>

## LAKE COUNTY, ILLINOIS

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL CHILDREN'S WAITING ROOM

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ 120,000	\$ 120,000	\$ 95,149	\$ (24,851)	\$ 93,432
Total Revenues	<u>120,000</u>	<u>120,000</u>	<u>95,149</u>	<u>(24,851)</u>	<u>93,432</u>
<b>EXPENDITURES</b>					
Personal services	76,556	79,056	79,056	-	75,962
Commodities	3,000	3,000	1,870	1,130	2,876
Contractual	<u>45,522</u>	<u>45,522</u>	<u>43,940</u>	<u>1,582</u>	<u>36,533</u>
Total Expenditures	<u>125,078</u>	<u>127,578</u>	<u>124,866</u>	<u>2,712</u>	<u>115,371</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ (5,078)</u>	 <u>\$ (7,578)</u>	 <u>\$ (29,717)</u>	 <u>\$ (22,139)</u>	 <u>\$ (21,939)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
COURT AUTOMATION

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ 700,000	\$ 700,000	\$ 791,961	\$ 91,961	\$ 770,349
Investment income	15,500	15,500	14,332	(1,168)	5,550
Total Revenues	<u>715,500</u>	<u>715,500</u>	<u>806,293</u>	<u>90,793</u>	<u>775,899</u>
<b>EXPENDITURES</b>					
Current					
Personal services	357,047	357,047	307,697	49,350	345,980
Commodities	47,450	47,450	11,648	(35,802)	21,118
Contractual	459,505	459,505	148,179	311,326	223,596
Capital Outlay	98,000	98,000	90,309	7,691	105,149
Total Expenditures	<u>962,002</u>	<u>962,002</u>	<u>557,833</u>	<u>332,565</u>	<u>695,843</u>
NET CHANGE IN FUND BALANCE	<u>\$ (246,502)</u>	<u>\$ (246,502)</u>	<u>\$ 248,460</u>	<u>\$ 423,358</u>	<u>\$ 80,056</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

COURT DOCUMENT STORAGE

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ 650,000	\$ 650,000	\$ 794,325	\$ 144,325	\$ 771,759
Investment income	133,000	133,000	124,506	(8,494)	65,768
Total Revenues	<u>783,000</u>	<u>783,000</u>	<u>918,831</u>	<u>135,831</u>	<u>837,527</u>
<b>EXPENDITURES</b>					
Current					
Personal services	468,689	468,689	269,206	199,483	263,507
Contractual	848,838	963,838	427,107	536,731	257,893
Capital Outlay	150,000	150,000	61,120	88,880	-
Total Expenditures	<u>1,467,527</u>	<u>1,582,527</u>	<u>757,433</u>	<u>825,094</u>	<u>521,400</u>
NET CHANGE IN FUND BALANCE	<u>\$ (684,527)</u>	<u>\$ (799,527)</u>	<u>\$ 161,398</u>	<u>\$ 960,925</u>	<u>\$ 316,127</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
RECORDER AUTOMATION

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ 1,700,000	\$ 1,700,000	\$ 2,055,048	\$ 355,048	\$ 744,206
Investment income	17,000	17,000	42,447	25,447	4,824
Total Revenues	<u>1,717,000</u>	<u>1,717,000</u>	<u>2,097,495</u>	<u>380,495</u>	<u>749,030</u>
<b>EXPENDITURES</b>					
Current					
Personal services	325,711	325,711	284,903	40,808	280,167
Commodities	21,500	21,500	15,297	6,203	21,503
Contractual	976,790	976,790	898,218	78,572	921,878
Capital Outlay	50,000	50,000	50,000	-	3,793
Total Expenditures	<u>1,374,001</u>	<u>1,374,001</u>	<u>1,248,418</u>	<u>125,583</u>	<u>1,227,341</u>
NET CHANGE IN FUND BALANCE	<u>\$ 342,999</u>	<u>\$ 342,999</u>	<u>\$ 849,077</u>	<u>\$ 506,078</u>	<u>\$ (478,311)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

VITAL RECORD AUTOMATION

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ 85,000	\$ 85,000	\$ 81,930	\$ (3,070)	\$ 82,644
Investment income	3,000	3,000	-	(3,000)	1,851
Total Revenues	<u>88,000</u>	<u>88,000</u>	<u>81,930</u>	<u>(6,070)</u>	<u>84,495</u>
<b>EXPENDITURES</b>					
Current					
Personal services	105,140	105,140	35,801	69,339	65,605
Commodities	1,500	1,500	-	1,500	-
Contractual	49,054	49,054	27,887	21,167	38,005
Capital Outlay	-	-	108	(108)	-
Total Expenditures	<u>155,694</u>	<u>155,694</u>	<u>63,796</u>	<u>91,898</u>	<u>103,610</u>
NET CHANGE IN FUND BALANCE	<u>\$ (67,694)</u>	<u>\$ (67,694)</u>	<u>\$ 18,134</u>	<u>\$ 85,828</u>	<u>\$ (19,115)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
GIS AUTOMATION

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ 1,000,000	\$ 1,000,000	\$ 1,234,081	\$ 234,081	\$ 496,678
Total Revenues	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,234,081</u>	<u>234,081</u>	<u>496,678</u>
<b>EXPENDITURES</b>					
Commodities	20,000	20,000	20,000	-	-
Contractual	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>40,000</u>	<u>40,000</u>	<u>40,000</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	<u>(1,160,000)</u>	<u>(1,810,000)</u>	<u>(1,810,000)</u>	<u>-</u>	<u>(360,000)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (200,000)</u>	<u>\$ (850,000)</u>	<u>\$ (615,919)</u>	<u>\$ 234,081</u>	<u>\$ 136,678</u>

## LAKE COUNTY, ILLINOIS

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL TAX SALE AUTOMATION

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 30,000	\$ 30,000	\$ 35,420	\$ 5,420	\$ 36,550
Investment income	500	500	4,990	4,490	2,149
Miscellaneous	5,000	5,000	41,489	36,489	80,937
Total Revenues	<u>35,500</u>	<u>35,500</u>	<u>81,899</u>	<u>46,399</u>	<u>119,636</u>
<b>EXPENDITURES</b>					
Current					
Commodities	800	800	-	800	-
Contractual	37,000	37,000	27,676	9,324	12,000
Capital outlay	24,704	24,704	15,815	8,889	7,697
Total Expenditures	<u>62,504</u>	<u>62,504</u>	<u>43,491</u>	<u>19,013</u>	<u>19,697</u>
NET CHANGE IN FUND BALANCE	<u>\$ (27,004)</u>	<u>\$ (27,004)</u>	<u>\$ 38,408</u>	<u>\$ 65,412</u>	<u>\$ 99,939</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
MOTOR FUEL TAX

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 10,760,686	\$ 10,760,686	\$ 10,290,655	\$ (470,031)	\$ 10,265,720
Charges for services	-	-	58,102	58,102	-
Intergovernmental	1,163,100	1,163,100	6,290,923	5,127,823	3,189,620
Investment income	320,000	320,000	433,840	113,840	130,935
Total Revenues	<u>12,243,786</u>	<u>12,243,786</u>	<u>17,073,520</u>	<u>4,829,734</u>	<u>13,586,275</u>
<b>EXPENDITURES</b>					
Current					
Contractual	1,500,000	1,500,000	1,238,033	261,967	1,111,264
Capital Outlay	12,211,500	31,238,900	11,311,920	19,926,980	19,688,426
Total Expenditures	<u>13,711,500</u>	<u>32,738,900</u>	<u>12,549,953</u>	<u>20,188,947</u>	<u>20,799,690</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,467,714)</u>	<u>\$ (20,495,114)</u>	<u>\$ 4,523,567</u>	<u>\$ 25,018,681</u>	<u>\$ (7,213,415)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

SOLID WASTE MANAGEMENT TAX

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ 1,360,100	\$ 1,360,100	\$ 1,297,349	\$ (62,751)	\$ 1,340,349
Investment income	67,000	67,000	72,998	5,998	36,781
Total Revenues	<u>1,427,100</u>	<u>1,427,100</u>	<u>1,370,347</u>	<u>(56,753)</u>	<u>1,377,130</u>
<b>EXPENDITURES</b>					
Contractual	1,900,000	1,900,000	1,447,352	452,648	500,000
Total Expenditures	<u>1,900,000</u>	<u>1,900,000</u>	<u>1,447,352</u>	<u>452,648</u>	<u>500,000</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	-	-	(428,990)	(428,990)	(333,136)
NET CHANGE IN FUND BALANCE	<u>\$ (472,900)</u>	<u>\$ (472,900)</u>	<u>\$ (505,995)</u>	<u>\$ (33,095)</u>	<u>\$ 543,994</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
LOON LAKE SSA No. 8

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 50,000	\$ 50,000	\$ -	\$ (50,000)	\$ 49,893
Intergovernmental	-	-	-	-	23
Total Revenues	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>	<u>49,916</u>
<b>EXPENDITURES</b>					
Commodities	1,000	1,000	851	149	42,309
Contractual	<u>49,000</u>	<u>49,000</u>	<u>28,065</u>	<u>20,935</u>	<u>-</u>
Total Expenditures	<u>50,000</u>	<u>50,000</u>	<u>28,916</u>	<u>21,084</u>	<u>42,309</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ (28,916)</u>	 <u>\$ (28,916)</u>	 <u>\$ 7,607</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

NEFPA SSA No. 9

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 710,446	\$ 710,446	\$ -	\$ (710,446)	\$ -
Total Revenues	<u>710,446</u>	<u>710,446</u>	<u>-</u>	<u>(710,446)</u>	<u>-</u>
<b>EXPENDITURES</b>					
Contractual	710,446	710,446	-	710,446	-
Total Expenditures	<u>710,446</u>	<u>710,446</u>	<u>-</u>	<u>710,446</u>	<u>-</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

WOODS OF IVANHOE SSA No. 12  
For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 43,500	\$ 43,500	\$ 43,585	\$ 85	\$ -
Total Revenues	<u>43,500</u>	<u>43,500</u>	<u>43,585</u>	<u>85</u>	<u>-</u>
<b>EXPENDITURES</b>					
Contractual	43,500	43,500	12,592	30,908	-
Total Expenditures	<u>43,500</u>	<u>43,500</u>	<u>12,592</u>	<u>30,908</u>	<u>-</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 30,993</u>	 <u>\$ 30,993</u>	 <u>\$ -</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

TOWNSHIP MOTOR FUEL TAX

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ 689,086	\$ 689,086	\$ 711,946
Intergovernmental	-	-	-	-	1,686
Investment income	-	-	10,349	10,349	105
Total Revenues	-	-	699,435	699,435	713,737
<b>EXPENDITURES</b>					
Capital outlay	-	-	720,148	(720,148)	604,076
Total Expenditures	-	-	720,148	(720,148)	604,076
 NET CHANGE IN FUND BALANCE	 \$ -	 \$ -	 \$ (20,713)	 \$ (20,713)	 \$ 109,661

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
HUD GRANTS

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Intergovernmental	\$ 6,005,000	\$ 10,479,312	\$ 7,383,100	\$ (3,096,212)	\$ 4,921,475
Total Revenues	<u>6,005,000</u>	<u>10,479,312</u>	<u>7,383,100</u>	<u>(3,096,212)</u>	<u>4,921,475</u>
<b>EXPENDITURES</b>					
Contractual	6,005,000	16,867,876	7,383,100	9,484,776	4,921,475
Total Expenditures	<u>6,005,000</u>	<u>16,867,876</u>	<u>7,383,100</u>	<u>9,484,776</u>	<u>4,921,475</u>
NET CHANGE IN FUND BALANCE	\$ -	\$ (6,388,564)	\$ -	\$ 6,388,564	\$ -

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

WORKFORCE DEVELOPMENT

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Intergovernmental	\$ 3,944,534	\$ 4,817,640	\$ 4,084,048	\$ (733,592)	\$ 4,205,978
Miscellaneous	-	-	5,298	5,298	4,383
Total Revenues	<u>3,944,534</u>	<u>4,817,640</u>	<u>4,089,346</u>	<u>(728,294)</u>	<u>4,210,361</u>
<b>EXPENDITURES</b>					
Current					
Personal services	1,434,826	2,357,294	1,509,686	847,608	1,470,742
Commodities	18,370	75,277	56,245	19,032	24,639
Contractual	2,653,160	5,168,984	2,647,937	2,521,047	2,898,160
Capital Outlay	<u>26,295</u>	<u>26,295</u>	<u>25,387</u>	<u>908</u>	<u>1,833</u>
Total Expenditures	<u>4,132,651</u>	<u>7,627,850</u>	<u>4,239,255</u>	<u>3,388,595</u>	<u>4,395,374</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	<u>200,000</u>	<u>200,000</u>	<u>149,909</u>	<u>(50,091)</u>	<u>185,013</u>
NET CHANGE IN FUND BALANCE	<u>\$ 11,883</u>	<u>\$ (2,610,210)</u>	<u>\$ -</u>	<u>\$ 2,610,210</u>	<u>\$ -</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

COMPUTER FRAUD FORFEITURES  
For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 966
Investment income	-	-	3,977	3,977	-
Total Revenues	-	-	3,977	3,977	966
<b>EXPENDITURES</b>					
Current					
Commodities	-	6,319	-	6,319	1,291
Contractual	-	119,000	75	118,925	75
Capital Outlay	-	34,418	-	34,418	4,224
Total Expenditures	-	159,737	75	159,662	5,590
 NET CHANGE IN FUND BALANCE	 \$ -	 \$ (159,737)	 \$ 3,902	 \$ 163,639	 \$ (4,624)

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
CONTRIBUTIONS

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Investment income	\$ -	\$ -	\$ 9,465	\$ 9,465	\$ 914
Miscellaneous	-	-	5,245	5,245	23,784
Total Revenues	-	-	14,710	14,710	24,698
<b>EXPENDITURES</b>					
Commodities	-	10,000	11,316	(1,316)	12,969
Contractual	-	-	3,648	(3,648)	6,887
Total Expenditures	-	10,000	14,964	(4,964)	19,856
 NET CHANGE IN FUND BALANCE	 \$ -	 \$ (10,000)	 \$ (254)	 \$ 9,746	 \$ 4,842

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

FOREST PRESERVE GENERAL FUND

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 13,441,260	\$ 13,441,260	\$ 13,740,178	\$ 298,918	\$ 12,491,632
Charges for services	1,379,670	1,379,670	1,510,557	130,887	1,625,874
Intergovernmental	-	-	-	-	127,693
Investment income	126,700	126,700	183,704	57,004	73,600
Miscellaneous	576,630	576,630	952,363	375,733	395,199
Total Revenues	<u>15,524,260</u>	<u>15,524,260</u>	<u>16,386,802</u>	<u>862,542</u>	<u>14,713,998</u>
<b>EXPENDITURES</b>					
Current					
Personal services	9,673,670	9,673,670	9,299,908	373,762	8,933,341
Commodities	966,260	966,260	963,426	2,834	858,137
Contractual	3,989,230	3,989,230	4,224,773	(235,543)	3,207,360
Capital	594,800	594,800	425,393	169,407	554,773
Total Expenditures	<u>15,223,960</u>	<u>15,223,960</u>	<u>14,913,500</u>	<u>(66,136)</u>	<u>13,553,611</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	104,100	104,100	55,799	(48,301)	667,641
Transfers out	-	-	-	-	(994,960)
Total Other Financing Sources	<u>104,100</u>	<u>104,100</u>	<u>55,799</u>	<u>(48,301)</u>	<u>(327,319)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 404,400</u>	<u>\$ 404,400</u>	<u>\$ 1,529,101</u>	<u>\$ 880,377</u>	<u>\$ 833,068</u>

## LAKE COUNTY, ILLINOIS

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

#### FOREST PRESERVE LAND DEVELOPMENT FUND

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 5,737,170	\$ 5,737,170	\$ 5,610,132	\$ (127,038)	\$ 5,204,006
Charges for services	-	-	-	-	24,224
Intergovernmental	250,000	250,000	-	(250,000)	28,675
Investment income	15,000	15,000	76,550	61,550	17,610
Miscellaneous	6,000	6,000	184,605	178,605	51,225
Total Revenues	6,008,170	6,008,170	5,871,287	(136,883)	5,325,740
<b>EXPENDITURES</b>					
Current					
Personal services	1,717,860	1,717,860	1,197,532	520,328	1,396,814
Commodities	465,150	465,150	79,501	385,649	353,660
Contractual	693,940	693,940	268,216	425,724	533,858
Capital	3,850,000	3,850,000	2,479,363	1,370,637	636,252
Total Expenditures	6,726,950	6,726,950	4,024,612	2,702,338	2,920,584
<b>OTHER FINANCING SOURCES</b>					
Transfers in	-	-	-	-	34,954
Transfers out	(400,000)	(400,000)	(400,000)	-	(823,150)
Total Other Financing Sources	(400,000)	(400,000)	(400,000)	-	(788,196)
NET CHANGE IN FUND BALANCE	\$ (1,118,780)	\$ (1,118,780)	\$ 1,446,675	\$ 2,565,455	\$ 1,616,960

## LAKE COUNTY, ILLINOIS

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

#### FOREST PRESERVE RETIREMENT FUND For the Year Ended November 30, 2005 (With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 2,128,500	\$ 1,828,500	\$ 1,892,706	\$ 64,206	\$ 1,873,442
Investment income	14,500	14,500	29,995	15,495	9,935
Total Revenues	<u>2,143,000</u>	<u>1,843,000</u>	<u>1,922,701</u>	<u>79,701</u>	<u>1,883,377</u>
<b>EXPENDITURES</b>					
Current					
Personal services	1,843,000	1,843,000	1,532,557	310,443	1,524,021
Total Expenditures	<u>1,843,000</u>	<u>1,843,000</u>	<u>1,532,557</u>	<u>310,443</u>	<u>1,524,021</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 300,000</u>	<u>\$ -</u>	<u>\$ 390,144</u>	<u>\$ 390,144</u>	<u>\$ 359,356</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

FOREST PRESERVE WETLANDS MANAGEMENT FUND

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Investment income	\$ 5,000	\$ 5,000	\$ 21,437	\$ 16,437	\$ -
Miscellaneous	30,000	30,000	55,773	25,773	-
Total Revenues	<u>35,000</u>	<u>35,000</u>	<u>77,210</u>	<u>42,210</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 35,000</u>	<u>\$ 35,000</u>	<u>\$ 77,210</u>	<u>\$ 42,210</u>	<u>\$ -</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

FOREST PRESERVE FORT SHERIDAN CEMETERY FUND

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Investment income	\$ 8,500	\$ 8,500	\$ 29,376	\$ 20,876	\$ -
Total Revenues	<u>8,500</u>	<u>8,500</u>	<u>29,376</u>	<u>20,876</u>	<u>-</u>
<b>EXPENDITURES</b>					
Current					
Personal services	26,740	26,740	19,572	7,168	-
Commodities	4,000	4,000	6,672	(2,672)	-
Contractual	6,000	6,000	9,061	(3,061)	-
Capital	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>200,000</u>	<u>-</u>
Total Expenditures	<u>236,740</u>	<u>236,740</u>	<u>35,305</u>	<u>196,939</u>	<u>-</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ (228,240)</u>	 <u>\$ (228,240)</u>	 <u>\$ (5,929)</u>	 <u>\$ 217,815</u>	 <u>\$ -</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 FOREST PRESERVE FARMLAND MANAGEMENT FUND  
 For the Year Ended November 30, 2005  
 (With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ 195,550	\$ 195,550	\$ 218,433	\$ 22,883	\$ -
Investment income	700	700	2,592	1,892	-
Total Revenues	<u>196,250</u>	<u>196,250</u>	<u>221,025</u>	<u>24,775</u>	<u>-</u>
<b>EXPENDITURES</b>					
Current					
Contractual	103,000	103,000	16,797	86,203	-
Total Expenditures	<u>103,000</u>	<u>103,000</u>	<u>16,797</u>	<u>86,203</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 93,250</u>	<u>\$ 93,250</u>	<u>\$ 204,228</u>	<u>\$ 110,978</u>	<u>\$ -</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

FOREST PRESERVE TREE REPLACEMENT FUND

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ -	\$ -	\$ 223,683	\$ 223,683	\$ -
Investment income	150	150	3,650	3,500	-
Total Revenues	<u>150</u>	<u>150</u>	<u>227,333</u>	<u>227,183</u>	<u>-</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 150</u>	 <u>\$ 150</u>	 <u>\$ 227,333</u>	 <u>\$ 227,183</u>	 <u>\$ -</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

FOREST PRESERVE DONATIONS AND GRANTS

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Intergovernmental	\$ 3,244,120	\$ 3,244,120	\$ 1,127,233	\$ (2,116,887)	\$ 741,920
Investment income	26,770	26,770	48,609	21,839	16,129
Miscellaneous	186,220	186,220	184,584	(1,636)	201,069
Total Revenues	<u>3,457,110</u>	<u>3,457,110</u>	<u>1,360,426</u>	<u>(2,096,684)</u>	<u>959,118</u>
<b>EXPENDITURES</b>					
Current					
Personal services	211,300	211,300	171,712	39,588	207,045
Commodities	268,480	268,480	162,539	105,941	47,447
Contractual	473,880	473,880	591,434	(117,554)	456,732
Capital	2,136,720	2,136,720	334,861	1,801,859	156,997
Total Expenditures	<u>3,090,380</u>	<u>3,090,380</u>	<u>1,260,546</u>	<u>1,684,305</u>	<u>868,221</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers out	(104,100)	(104,100)	(55,799)	48,301	(37,592)
Total Other Financing Sources	<u>(104,100)</u>	<u>(104,100)</u>	<u>(55,799)</u>	<u>48,301</u>	<u>(37,592)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 262,630</u>	<u>\$ 262,630</u>	<u>\$ 44,081</u>	<u>\$ (364,078)</u>	<u>\$ 53,305</u>

## LAKE COUNTY, ILLINOIS

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL RISK MANAGEMENT

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Intergovernmental	35,000	35,000	57,291	22,291	56,144
Investment income	200,000	200,000	76,334	(123,666)	164,083
Miscellaneous	310,000	310,000	227,585	(82,415)	581,269
Total Revenues	<u>545,000</u>	<u>545,000</u>	<u>361,210</u>	<u>(183,790)</u>	<u>801,496</u>
<b>EXPENDITURES</b>					
Current					
Personal services	456,853	456,853	390,552	66,301	437,348
Commodities	26,500	26,500	24,526	1,974	16,266
Contractual	8,341,847	9,141,847	9,023,438	118,409	6,715,685
Capital Outlay	4,267	5,207	5,006	201	351
Total Expenditures	<u>8,829,467</u>	<u>9,630,407</u>	<u>9,443,522</u>	<u>186,885</u>	<u>7,169,650</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	5,000,000	8,683,000	8,683,000	-	6,500,000
Sale of capital assets	-	-	9,738	9,738	-
Total other financing sources	<u>5,000,000</u>	<u>8,683,000</u>	<u>8,692,738</u>	<u>9,738</u>	<u>6,500,000</u>
Net Change in Fund Balance	<u>\$ (3,284,467)</u>	<u>\$ (402,407)</u>	<u>\$ (389,574)</u>	<u>\$ 12,833</u>	<u>\$ 131,846</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 EMERGENCY TELEPHONE SYSTEM BOARD  
 For the Year Ended November 30, 2005  
 (With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ 1,950,000	\$ 1,950,000	\$ 2,052,831	\$ 102,831	\$ -
Investment income	4,000	4,000	-	(4,000)	-
Miscellaneous	5,000	5,000	1,619	(3,381)	-
Total Revenues	<u>1,959,000</u>	<u>1,959,000</u>	<u>2,054,450</u>	<u>95,450</u>	<u>-</u>
<b>EXPENDITURES</b>					
Current					
Personal services	112,498	112,498	121,026	(8,528)	-
Commodities	4,400	4,400	4,113	287	-
Contractual	1,352,790	1,352,790	1,080,345	272,445	-
Capital	320,000	320,000	181,225	138,775	-
Debt Service					
Principal	490,000	490,000	490,000	-	-
Interest	-	-	30,195	(30,195)	-
Total Expenditures	<u>2,279,688</u>	<u>2,279,688</u>	<u>1,906,904</u>	<u>372,784</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (320,688)</u>	<u>\$ (320,688)</u>	<u>\$ 147,546</u>	<u>\$ 468,234</u>	<u>\$ -</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
2005 G.O. REFUNDING

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Miscellaneous	\$ -	\$ -	\$ 47,712	\$ 47,712	\$ -
Total Revenues	-	-	47,712	47,712	-
<b>OTHER FINANCING SOURCES</b>					
Proceeds from general obligation debt	-	-	3,050,000	3,050,000	-
Payment to refunding bond escrow	-	-	(3,050,000)	(3,050,000)	-
Total Other Financing Sources	-	-	-	-	-
NET CHANGE IN FUND BALANCE	\$ -	\$ -	\$ 47,712	\$ 47,712	\$ -

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

KRISVIEW SSA No. 6

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 99,503	\$ 99,503	\$ 101,568	\$ 2,065	\$ 101,660
Intergovernmental	-	-	-	-	46
Total Revenues	<u>99,503</u>	<u>99,503</u>	<u>101,568</u>	<u>2,065</u>	<u>101,706</u>
<b>EXPENDITURES</b>					
Current					
Contractual	600	600	599	1	600
Debt Service					
Principal	79,000	79,000	75,000	4,000	71,000
Interest	22,603	22,603	22,603	-	26,656
Total Expenditures	<u>102,203</u>	<u>102,203</u>	<u>98,202</u>	<u>4,001</u>	<u>98,256</u>
NET CHANGE IN FUND BALANCE	<u>\$ (2,700)</u>	<u>\$ (2,700)</u>	<u>\$ 3,366</u>	<u>\$ (1,936)</u>	<u>\$ 3,450</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
WOODBINE SSA No. 7

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 63,648	\$ 63,648	\$ 55,055	\$ (8,593)	\$ 53,560
Investment income	-	-	-	-	25
Total Revenues	<u>63,648</u>	<u>63,648</u>	<u>55,055</u>	<u>(8,593)</u>	<u>53,585</u>
<b>EXPENDITURES</b>					
Current					
Contractual	600	600	599	1	600
Debt Service					
Principal	51,000	51,000	47,000	4,000	43,000
Interest	2,907	2,907	4,225	(1,318)	6,722
Total Expenditures	<u>54,507</u>	<u>54,507</u>	<u>51,824</u>	<u>2,683</u>	<u>50,322</u>
NET CHANGE IN FUND BALANCE	<u>\$ 9,141</u>	<u>\$ 9,141</u>	<u>\$ 3,231</u>	<u>\$ (5,910)</u>	<u>\$ 3,263</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

NORTH HILLS SSA No. 10

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 80,400	\$ 80,400	\$ 78,391	\$ (2,009)	\$ 78,347
Investment income	-	-	-	-	174
Total Revenues	<u>80,400</u>	<u>80,400</u>	<u>78,391</u>	<u>(2,009)</u>	<u>78,521</u>
<b>EXPENDITURES</b>					
Current					
Contractual	600	600	352	248	350
Debt Service					
Principal	45,000	45,000	45,000	-	40,000
Interest	37,718	37,718	37,718	-	39,865
Total Expenditures	<u>83,318</u>	<u>83,318</u>	<u>83,070</u>	<u>248</u>	<u>80,215</u>
NET CHANGE IN FUND BALANCE	<u>\$ (2,918)</u>	<u>\$ (2,918)</u>	<u>\$ (4,679)</u>	<u>\$ (2,257)</u>	<u>\$ (1,694)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

FOREST PRESERVE DEBT SERVICE  
For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Taxes	\$ 28,984,600	\$ 28,984,600	\$ 29,435,598	\$ 450,998	\$ 28,713,475
Investment income	187,500	187,500	338,231	150,731	200,666
Total Revenues	<u>29,172,100</u>	<u>29,172,100</u>	<u>29,773,829</u>	<u>601,729</u>	<u>28,914,141</u>
<b>EXPENDITURES</b>					
Current					
Contractual	14,100	14,100	-	14,100	-
Debt Service					
Principal	15,132,320	15,132,320	15,132,314	6	14,697,458
Interest	12,665,720	12,665,720	12,849,549	(183,829)	13,058,941
Total Expenditures	<u>27,812,140</u>	<u>27,812,140</u>	<u>27,981,863</u>	<u>(169,723)</u>	<u>27,756,399</u>
<b>OTHER FINANCING SOURCES</b>					
Refunding bonds issued	-	-	35,275,000	35,275,000	-
Premium on bonds issued	-	-	613,160	613,160	-
Payment to refunding bond escrow agent	-	-	(35,676,663)	(35,676,663)	-
Transfer out	(739,580)	(739,580)	(350,000)	389,580	(18,752,900)
Total Other Financing Sources	<u>(739,580)</u>	<u>(739,580)</u>	<u>(138,503)</u>	<u>601,077</u>	<u>(18,752,900)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 620,380</u>	<u>\$ 620,380</u>	<u>\$ 1,653,463</u>	<u>\$ 1,372,529</u>	<u>\$ (17,595,158)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
ETSB PROJECT

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Intergovernmental	\$ -	\$ -	\$ 53,118	\$ 53,118	\$ 5,674
Investment income	30,000	30,000	18,665	(11,335)	-
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>71,783</u>	<u>41,783</u>	<u>5,674</u>
<b>EXPENDITURES</b>					
Capital Outlay	-	493,047	324,613	168,434	615,999
Total Expenditures	<u>-</u>	<u>493,047</u>	<u>324,613</u>	<u>168,434</u>	<u>615,999</u>
NET CHANGE IN FUND BALANCE	<u>\$ 30,000</u>	<u>\$ (463,047)</u>	<u>\$ (252,830)</u>	<u>\$ (126,651)</u>	<u>\$ (610,325)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL  
COUNTY RADIO SYSTEM

For the Year Ended November 30, 2005  
(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Investment income	\$ 9,000	\$ 9,000	\$ 5,473	\$ (3,527)	\$ 3,296
Total Revenues	<u>9,000</u>	<u>9,000</u>	<u>5,473</u>	<u>(3,527)</u>	<u>3,296</u>
<b>EXPENDITURES</b>					
Current					
Contractual	-	215,642	99,612	116,030	99,799
Capital Outlay	-	<u>31,304</u>	-	<u>31,304</u>	-
Total Expenditures	<u>-</u>	<u>246,946</u>	<u>99,612</u>	<u>147,334</u>	<u>99,799</u>
 NET CHANGE IN FUND BALANCE	 <u>\$ 9,000</u>	 <u>\$ (237,946)</u>	 <u>\$ (94,139)</u>	 <u>\$ 143,807</u>	 <u>\$ (96,503)</u>

## LAKE COUNTY, ILLINOIS

### SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

#### FOREST PRESERVE LAND ACQUISITION

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Charges for services	\$ -	\$ -	\$ 37,500	\$ 37,500	\$ 508,371
Intergovernmental	750,000	750,000	750,000	-	4,646,633
Investment income	200,000	200,000	857,345	657,345	1,389,398
Miscellaneous	-	-	62,345	62,345	9,225
<b>Total Revenues</b>	<u>950,000</u>	<u>950,000</u>	<u>1,707,190</u>	<u>757,190</u>	<u>6,553,627</u>
<b>EXPENDITURES</b>					
Current					
Personal services	302,670	302,670	199,934	102,736	253,401
Commodities	28,000	28,000	14,023	13,977	13,980
Contractual	182,690	182,690	49,477	133,213	72,610
Capital	17,049,500	17,049,500	4,971,565	12,077,935	26,987,704
<b>Total Expenditures</b>	<u>17,562,860</u>	<u>17,562,860</u>	<u>5,234,999</u>	<u>12,211,148</u>	<u>27,327,695</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	137,200	137,200	137,200	-	297,760
Transfers out	-	-	-	-	(196,983)
<b>Total Other Financing Sources</b>	<u>137,200</u>	<u>137,200</u>	<u>137,200</u>	<u>-</u>	<u>100,777</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (16,475,660)</u>	<u>\$ (16,475,660)</u>	<u>\$ (3,390,609)</u>	<u>\$ (11,453,958)</u>	<u>\$ (20,673,291)</u>

## LAKE COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET AND ACTUAL  
 FOREST PRESERVE DEVELOPMENT PROJECT  
 For the Year Ended November 30, 2005  
 (With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Intergovernmental	\$ 1,089,210	\$ 1,089,210	\$ 903,571	\$ (185,639)	\$ 574,784
Investment income	5,837,410	5,837,410	554,623	(5,282,787)	984,150
Miscellaneous	-	-	320,000	320,000	-
Total Revenues	<u>6,926,620</u>	<u>6,926,620</u>	<u>1,778,194</u>	<u>(5,148,426)</u>	<u>1,558,934</u>
<b>EXPENDITURES</b>					
Current					
Personal services	-	-	-	-	4,494
Commodities	-	-	18,782	(18,782)	1,912
Contractual	2,000	2,000	5,925	(3,925)	4,250
Capital	16,459,830	16,459,830	4,031,264	12,428,566	4,349,130
Total Expenditures	<u>16,461,830</u>	<u>16,461,830</u>	<u>4,055,971</u>	<u>12,405,859</u>	<u>4,359,786</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	389,580	389,580	-	(389,580)	-
Total Other Financing Sources	<u>389,580</u>	<u>389,580</u>	<u>-</u>	<u>(389,580)</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ (9,145,630)</u>	<u>\$ (9,145,630)</u>	<u>\$ (2,277,777)</u>	<u>\$ (17,943,865)</u>	<u>\$ (2,800,852)</u>

**LAKE COUNTY, ILLINOIS**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

FOREST PRESERVE CAPITAL FACILITIES IMPROVEMENT FUND

For the Year Ended November 30, 2005

(With Prior Year Comparative Actual Information)

	Original Budget	Final Budget	Actual	Variance with Final Budget	2004 Actual
<b>REVENUES</b>					
Investment income	\$ 35,000	\$ 35,000	\$ 89,299	\$ 54,299	\$ 44,880
Total Revenues	<u>35,000</u>	<u>35,000</u>	<u>89,299</u>	<u>54,299</u>	<u>44,880</u>
<b>EXPENDITURES</b>					
Current					
Capital	-	-	-	-	140,475
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>140,475</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	375,000	375,000	375,000	-	700,000
Total Other Financing Sources	<u>375,000</u>	<u>375,000</u>	<u>375,000</u>	<u>-</u>	<u>700,000</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ 410,000</u>	<u>\$ 410,000</u>	<u>\$ 464,299</u>	<u>\$ 54,299</u>	<u>\$ 604,405</u>

**LAKE COUNTY, ILLINOIS**  
**NONMAJOR ENTERPRISE FUNDS**

**LAKE COUNTY PUBLIC BUILDING COMMISSION**

To account for rent received, maintenance costs, capital expenditures and debt service for Lake County's downtown Waukegan campus.

**FOREST PRESERVE FOX RIVER RECREATION AREA**

To account for revenue and expenses associated with the Forest Preserve's Fox River recreation area.

**LAKE COUNTY, ILLINOIS**

STATEMENT OF NET ASSETS - NONMAJOR PROPRIETARY FUNDS  
November 30, 2005

	Public Building Commission	Forest Preserve Fox River Recreational Area	Totals
<b>ASSETS</b>			
Current Assets			
Cash and investments	\$ 14,881,822	\$ 170,878	\$ 15,052,700
Accounts receivable, net of allowance for uncollectibles	-	670	670
<b>Total Current Assets</b>	<u>14,881,822</u>	<u>171,548</u>	<u>15,053,370</u>
Noncurrent Assets			
Capital Assets			
Land	1,079,560	11,962,130	13,041,690
Other capital assets, net of depreciation	143,706	7,144,688	7,288,394
<b>Total Noncurrent Assets</b>	<u>1,223,266</u>	<u>19,106,818</u>	<u>20,330,084</u>
<b>Total Assets</b>	<u>16,105,088</u>	<u>19,278,366</u>	<u>35,383,454</u>
<b>LIABILITIES</b>			
Current Liabilities			
Accounts payable	\$ 1,948,329	\$ 3,992	\$ 1,952,321
Accrued salaries and wages	-	3,210	3,210
Other liabilities	-	2,003	2,003
<b>Total Current Liabilities</b>	<u>1,948,329</u>	<u>9,205</u>	<u>1,957,534</u>
Noncurrent Liabilities			
Compensated absences	-	9,314	9,314
<b>Total Noncurrent Liabilities</b>	<u>-</u>	<u>9,314</u>	<u>9,314</u>
<b>Total Liabilities</b>	<u>1,948,329</u>	<u>18,519</u>	<u>1,966,848</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	1,223,266	19,106,818	20,330,084
Unrestricted	12,933,493	153,029	13,086,522
<b>TOTAL NET ASSETS</b>	<u>\$ 14,156,759</u>	<u>\$ 19,259,847</u>	<u>\$ 33,416,606</u>

## LAKE COUNTY, ILLINOIS

### STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS - NONMAJOR PROPRIETARY FUNDS For the Year Ended November 30, 2005

	Forest Preserve		Totals
	Public Building Commission	Fox River Recreational Area	
<b>OPERATING REVENUES</b>			
Charges for services	\$ 6,075,905	\$ 204,309	\$ 6,280,214
Miscellaneous	219,030	17,177	236,207
Total Operating Revenues	6,294,935	221,486	6,516,421
<b>OPERATING EXPENSES</b>			
Personal services	-	98,036	98,036
Commodities	-	11,379	11,379
Contractual	10,274,347	49,937	10,324,284
Depreciation	14,371	127,709	142,080
Total Operating Expenses	10,288,718	287,061	10,575,779
Operating Income (Loss)	(3,993,783)	(65,575)	(4,059,358)
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Investment income	472,749	876	473,625
Gain on sale of capital assets	-	1,691	1,691
Interest expense	(101,634)	-	(101,634)
Miscellaneous income	204,710	-	204,710
Total Nonoperating Revenues (Expenses)	575,825	2,567	578,392
Income (loss) before contributions and transfers	(3,417,958)	(63,008)	(3,480,966)
Transfers out	-	(25,000)	(25,000)
Total Transfers	-	(25,000)	(25,000)
<b>Change in Net Assets</b>	(3,417,958)	(88,008)	(3,505,966)
NET ASSETS - Beginning	17,574,717	19,347,855	36,922,572
<b>NET ASSETS - ENDING</b>	\$ 14,156,759	\$ 19,259,847	\$ 33,416,606

**LAKE COUNTY, ILLINOIS**

COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR ENTERPRISE FUNDS  
For the Year Ended November 30, 2005

	Public Building Commission	Forest Preserve Fox River Recreational Area	Totals
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash received from customers and users	\$ -	\$ 221,586	\$ 221,586
Cash paid to suppliers and employees	(11,529,341)	(152,871)	(11,682,212)
Net Cash Flows from Operating Activities	(11,529,341)	68,715	(11,460,626)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Miscellaneous expense	(100)	-	(100)
Transfer in	-	(25,000)	(25,000)
Net Cash Flows from Noncapital Financing Activities	(100)	(25,000)	(25,100)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Debt retired	(4,270,000)	-	(4,270,000)
Interest paid	(219,030)	-	(219,030)
Reduction of investment on direct financing lease	4,270,000	-	4,270,000
Proceeds from sale of capital assets	-	1,691	1,691
Net Cash Flows from Capital And Related Financing Activities	(219,030)	1,691	(217,339)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Investment income received	524,242	876	525,118
Proceeds from sale of investments	20,598,120	-	20,598,120
Purchase of investments	(13,605,440)	-	(13,605,440)
Net Cash Flows from Investing Activities	7,516,922	876	7,517,798
Net Change in Cash and Cash Equivalents	(4,231,549)	46,282	(4,185,267)
CASH AND CASH EQUIVALENTS - Beginning	18,062,335	124,596	18,186,931
CASH AND CASH EQUIVALENTS - ENDING	\$ 13,830,786	\$ 170,878	\$ 14,001,664
<b>NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Increase in fair value of investment	\$ 7,320	\$ -	\$ 7,320
Insurance premium payments made by county on behalf of the Public Building Commission	\$ 204,810	\$ -	\$ 204,810

	Public Building Commission	<u>Forest Preserve</u> Fox River Recreational Area	Totals
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES</b>			
Operating income (loss)	\$ (3,993,783)	\$ (65,575)	\$ (4,059,358)
Adjustment to reconcile operating loss to net cash used in operating activities			
Depreciation	14,371	127,709	142,080
Insurance premium payments made on behalf by county	204,810	-	204,810
Changes in assets and liabilities			
Accounts receivable	-	100	100
Due to other funds	270,414	-	270,414
Accounts payable	353,472	752	354,224
Deferred revenue	(8,378,625)	-	(8,378,625)
Other liabilities	-	1,376	1,376
Accrued salaries and wages	-	2,102	2,102
Compensated absences	-	2,251	2,251
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<u>\$ (11,529,341)</u>	<u>\$ 68,715</u>	<u>\$ (11,460,626)</u>
<b>RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF NET ASSETS</b>			
Cash and investments - statement of net assets	\$ 14,881,822	\$ 170,878	\$ 15,052,700
Less: Noncash equivalents	(1,051,036)	-	(1,051,036)
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<u>\$ 13,830,786</u>	<u>\$ 170,878</u>	<u>\$ 14,001,664</u>

## **LAKE COUNTY, ILLINOIS**

### **INTERNAL SERVICE FUNDS**

#### **HEALTH, LIFE, DENTAL INSURANCE**

To account for the costs of maintaining Health, Life and Dental Insurance for the employees (current and past) of Lake County. Such costs are billed to the other Funds, at a projected level of premium costs, claims, reserve for anticipated claims and other fees.

#### **FOREST PRESERVE VEHICLE REPLACEMENT FUND**

To account for the vehicle rental charges to Forest Preserve departments. This fund was established to accumulate resources for the future funding of replacement vehicles.

Organizational units will be billed for rental charges at the rate established for each type of vehicle.

#### **FOREST PRESERVE EQUIPMENT REPLACEMENT FUND**

To account for the equipment rental charges to Forest Preserve departments. This fund was established to accumulate resources for the future funding of equipment replacement.

#### **FOREST PRESERVE INFORMATION TECHNOLOGY REPLACEMENT FUND**

To account for the computer rental charges to Forest Preserve departments. This fund was established to accumulate resources for the future funding of computer equipment.

**LAKE COUNTY, ILLINOIS**

COMBINING STATEMENTS OF NET ASSETS  
INTERNAL SERVICE FUNDS

November 30, 2005

	Forest Preserve				Totals
	Health, Life, Dental Insurance	Vehicle Replacement	Equipment Replacement	Information Technology Replacement	
<b>ASSETS</b>					
Current Assets					
Cash and investments	\$ 1,700,219	\$ 1,696,713	\$ 1,313,342	\$ 486,169	\$ 5,196,443
Accounts receivable, net of allowance for uncollectibles	947,019	-	9,273	4,121	960,413
Due from other funds	215,000	-	-	-	215,000
<b>Total Current Assets</b>	<u>2,862,238</u>	<u>1,696,713</u>	<u>1,322,615</u>	<u>490,290</u>	<u>6,371,856</u>
Non-Current Assets					
Capital Assets					
Construction in progress	-	-	-	98,500	98,500
Vehicles, machinery, and equipment	-	2,652,608	2,101,276	380,504	5,134,388
Less: Accumulated depreciation	-	(1,486,252)	(897,588)	(267,894)	(2,651,734)
<b>Total Non-Current Assets</b>	<u>-</u>	<u>1,166,356</u>	<u>1,203,688</u>	<u>211,110</u>	<u>2,581,154</u>
<b>Total Assets</b>	<u>2,862,238</u>	<u>2,863,069</u>	<u>2,526,303</u>	<u>701,400</u>	<u>8,953,010</u>
<b>LIABILITIES</b>					
Accounts payable	1,148,431	-	107,434	5,000	1,260,865
Current portion of claims and judgments	1,700,529	-	-	-	1,700,529
Other liabilities	12,782	-	-	-	12,782
<b>Total Liabilities</b>	<u>2,861,742</u>	<u>-</u>	<u>107,434</u>	<u>5,000</u>	<u>2,974,176</u>
<b>NET ASSETS</b>					
Invested in capital assets	-	1,166,356	1,203,688	211,110	2,581,154
Unrestricted	496	1,696,713	1,215,181	485,290	3,397,680
<b>TOTAL NET ASSETS</b>	<u>\$ 496</u>	<u>\$ 2,863,069</u>	<u>\$ 2,418,869</u>	<u>\$ 696,400</u>	<u>\$ 5,978,834</u>

**LAKE COUNTY, ILLINOIS**

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
INTERNAL SERVICE FUNDS

Year Ended November 30, 2005

	Forest Preserve				Totals
	Health Dental and Life	Vehicle Replacement	Equipment Replacement	Information Technology Replacement	
<b>OPERATING REVENUES</b>					
Charges for services	\$ 26,673,582	\$ -	\$ -	\$ -	\$ 26,673,582
Equipment replacement charges	-	343,852	164,715	230,911	739,478
Miscellaneous	-	4,477	-	-	4,477
Total Operating Revenues	<u>26,673,582</u>	<u>348,329</u>	<u>164,715</u>	<u>230,911</u>	<u>27,417,537</u>
<b>OPERATING EXPENSES</b>					
Contractual	27,753,116	-	-	-	27,753,116
Capital	-	-	-	105,163	105,163
Depreciation	-	281,807	153,809	62,465	498,081
Total Operating Expenses	<u>27,753,116</u>	<u>281,807</u>	<u>153,809</u>	<u>167,628</u>	<u>28,356,360</u>
Operating income (loss)	<u>(1,079,534)</u>	<u>66,522</u>	<u>10,906</u>	<u>63,283</u>	<u>(938,823)</u>
<b>NONOPERATING INCOME</b>					
Investment income	-	26,344	21,458	7,218	55,020
Miscellaneous income	-	83,425	46,201	(11,639)	117,987
Total Nonoperating Income	<u>-</u>	<u>109,769</u>	<u>67,659</u>	<u>(4,421)</u>	<u>173,007</u>
Income (loss) before contributions and transfers	<u>(1,079,534)</u>	<u>176,291</u>	<u>78,565</u>	<u>58,862</u>	<u>(765,816)</u>
Capital contributions	-	18,229	133,333	-	151,562
Transfer in	215,000	-	400,000	-	615,000
Changes in Net Assets	(864,534)	194,520	611,898	58,862	746
NET ASSETS - Beginning	<u>865,030</u>	<u>2,668,549</u>	<u>1,806,971</u>	<u>637,538</u>	<u>5,978,088</u>
NET ASSETS - ENDING	<u>\$ 496</u>	<u>\$ 2,863,069</u>	<u>\$ 2,418,869</u>	<u>\$ 696,400</u>	<u>\$ 5,978,834</u>

**LAKE COUNTY, ILLINOIS**

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
For the Year Ended November 30, 2005

	Health, Life, Dental Insurance	Forest Preserve			Totals
		Vehicle Replacement	Equipment Replacement	Information Technology Replacement	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash received from insured and county departments	\$ 26,423,731	\$ -	\$ -	\$ -	\$ 26,423,731
Cash received from customers and users	-	4,477	-	-	4,477
Cash received from interfund services provided	-	359,196	155,442	226,790	741,428
Cash paid to suppliers	(26,843,562)	(214,773)	(39,500)	(167,761)	(27,265,596)
Net Cash Flows from Operating Activities	(419,831)	148,900	115,942	59,029	(95,960)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Miscellaneous income	-	-	-	-	-
Transfer in	215,000	-	400,000	-	615,000
Net Cash Flows from Noncapital Financing Activities	215,000	-	400,000	-	615,000
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Acquisition and construction of capital assets	-	(173,878)	(239,421)	(11,653)	(424,952)
Proceeds from sale of capital assets	-	83,425	46,201	2,703	132,329
Net Cash Flows from Capital And Related Financing Activities	-	(90,453)	(193,220)	(8,950)	(292,623)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Investment income received	-	26,344	21,458	7,218	55,020
Purchase of investments	-	(1,850,590)	(978,994)	(159,778)	(2,989,362)
Proceeds from sale of investments	-	1,712,987	646,948	70,000	2,429,935
Net Cash Flows from Investing Activities	-	(111,259)	(310,588)	(82,560)	(504,407)
Net Change in Cash and Cash Equivalents	(204,831)	(52,812)	12,134	(32,481)	(277,990)
CASH AND CASH EQUIVALENTS - Beginning	1,905,050	71,891	83,459	35,236	2,095,636
CASH AND CASH EQUIVALENTS - ENDING	\$ 1,700,219	\$ 19,079	\$ 95,593	\$ 2,755	\$ 1,817,646

	Health, Life, Dental Insurance	Forest Preserve			Totals
		Vehicle Replacement	Equipment Replacement	Information Technology Replacement	
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES</b>					
Operating income (loss)	\$ (1,079,534)	\$ 66,522	\$ 10,906	\$ 63,283	\$ (938,823)
Adjustment to reconcile operating loss to net cash used in operating activities					
Depreciation	-	281,807	153,809	62,465	498,081
Changes in assets and liabilities					
Accounts receivable	(372,991)	-	-	-	(372,991)
Other accounts receivable	-	15,344	(9,273)	(4,121)	1,950
Due from other funds	128,819	-	-	-	128,819
Accounts payable	909,554	(214,773)	(39,500)	(62,598)	592,683
Deferred revenue	(5,679)	-	-	-	(5,679)
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>\$ (419,831)</b>	<b>\$ 148,900</b>	<b>\$ 115,942</b>	<b>\$ 59,029</b>	<b>\$ (95,960)</b>

**RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE  
STATEMENT OF NET ASSETS**

Cash and investments - statement of net assets	\$ 1,700,219	\$ 1,696,713	\$ 1,313,342	\$ 486,169	\$ 5,196,443
Less: Noncash equivalents	-	(1,677,634)	(1,217,749)	(483,414)	(3,378,797)
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>\$ 1,700,219</b>	<b>\$ 19,079</b>	<b>\$ 95,593</b>	<b>\$ 2,755</b>	<b>\$ 1,817,646</b>

**LAKE COUNTY, ILLINOIS**

**AGENCY FUNDS**

**AGENCY FUNDS**

To account for the collection of both property taxes for various County taxing bodies and other accounts and the distribution of these monies to the appropriate agencies.

## LAKE COUNTY, ILLINOIS

### COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES AGENCY FUNDS November 30, 2005

	<u>Property Taxes</u>	<u>Drainage Districts</u>	<u>Condemnations Deposits</u>	<u>Sheriff - Trustee Accounts</u>
<b>ASSETS</b>				
Cash and investments	\$ 7,148,266	\$ 1,510,546	\$ 726,425	\$ 548,853
Accounts receivable, net of allowance for uncollectibles	-	-	-	-
Due from governmental agencies	-	-	-	-
<b>TOTAL ASSETS</b>	<u>\$ 7,148,266</u>	<u>\$ 1,510,546</u>	<u>\$ 726,425</u>	<u>\$ 548,853</u>
<b>LIABILITIES</b>				
Due to governmental agencies	\$ 7,148,266	\$ 1,510,546	\$ -	\$ -
Amounts available for distributions	-	-	726,425	548,853
<b>TOTAL LIABILITIES</b>	<u>\$ 7,148,266</u>	<u>\$ 1,510,546</u>	<u>\$ 726,425</u>	<u>\$ 548,853</u>

<u>County Clerk Redemption</u>	<u>Office of the Circuit Clerk</u>	<u>Lake County Tax Sales</u>	<u>Winchester House Patient Accounts</u>	<u>Other</u>	<u>Total</u>
\$ 783,874	\$ 8,906,856	\$ 814,965	\$ 446,804	\$ 4,255,216	\$ 25,141,805
-	-	-	-	179,123	179,123
-	-	-	-	1,814,480	1,814,480
<u>\$ 783,874</u>	<u>\$ 8,906,856</u>	<u>\$ 814,965</u>	<u>\$ 446,804</u>	<u>\$ 6,248,819</u>	<u>\$ 27,135,408</u>
\$ -	\$ -	\$ -	\$ -	\$ 4,805,147	\$ 13,463,959
<u>783,874</u>	<u>8,906,856</u>	<u>814,965</u>	<u>446,804</u>	<u>1,443,672</u>	<u>13,671,449</u>
<u>\$ 783,874</u>	<u>\$ 8,906,856</u>	<u>\$ 814,965</u>	<u>\$ 446,804</u>	<u>\$ 6,248,819</u>	<u>\$ 27,135,408</u>

Lake County, Illinois

**GOVERNMENT-WIDE EXPENSES BY FUNCTION**

Year Ended November 30, 2005

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**Government Activities**

General government	\$	69,839,806
Law and judicial		81,324,847
Health and human services		81,863,211
Transportation		43,870,021
Culture, recreation, education		33,757,590
Planning and economic development		13,341,876
Debt service		<u>(4,068,707)</u>
 Total governmental activities		 <u>319,928,644</u>

**Business-type Activities**

Water and sewer		31,870,520
Public Building Commission		10,390,452
Golf courses		4,254,628
Fox River Recreation Area		287,061
Total business-type activities		<u>46,802,661</u>

**Total expenses** \$ 366,731,305

Source: County's Comprehensive Annual Financial Report.

Note: The County implemented GASB-34 for the fiscal year ended November 30, 2002.

Lake County, Illinois

**GOVERNMENT-WIDE REVENUES**

Year Ended November 30, 2005

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<b>Program revenues</b>	
Charges for services	\$ 105,367,398
Operating grants and contributions	37,390,763
Capital grants and contributions	13,224,270
<b>General revenues</b>	
Property tax	158,006,192
Sales tax	26,462,677
Shared Revenue - Other	10,240,246
Interest	9,931,593
Gain on sale of capital assets	428,026
Transfer of capital assets	(247,752)
Transfers	162,200
Miscellaneous	<u>26,574</u>
<b>Total revenues</b>	\$ <u><u>360,992,187</u></u>

Source: County's Comprehensive Annual Financial Report.

Lake County, Illinois

**GENERAL GOVERNMENTAL EXPENDITURES, BY FUNCTION (1)**  
Last Ten Fiscal Years

(Amounts expressed in thousands)

Year	General Government	Public Safety	Judicial	Health and Welfare	Highways and Roads	Retirement	Capital Outlay	Inter-governmental	Debt Service	Totals
1996	\$ 24,202	\$ 23,012	\$ 15,046	\$ 41,283	\$ 19,647	\$ 13,331	\$ 6,185	\$ 9,325	\$ 1,562	\$ 153,593
1997	24,929	25,282	16,425	45,281	21,102	13,619	5,932	9,621	1,420	163,611
1998	27,866	26,740	16,866	44,993	23,594	15,134	3,914	9,958	1,426	170,491
1999	29,845	29,674	17,945	47,936	28,789	15,430	5,324	10,362	1,105	186,410
2000	37,955	31,375	18,742	51,833	26,949	15,869	11,046	9,848	1,477	205,094
2001	37,780	34,787	21,577	58,561	24,354	11,646	9,411	15,691	1,393	215,200
	General Government	Law and Judicial		Health and Human Services	Transportation	Culture Recreation Education	Capital Outlay	Planning and Economic Development	Debt Service	Totals
2002	49,663	64,450		68,320	16,515		26,832	10,871	1,101	237,752
2003	53,657	67,869		72,226	12,960		42,300	12,214	1,931	263,156
2004	46,830	75,504		79,088	14,173		45,054	10,399	6,537	277,586
2005	46,662	85,998		82,083	15,279	18,544	49,578	13,177	32,013	343,334

Note:  
(1) Years 1994 - 2001 includes only Governmental Fund Types, which are the General Fund, Special Revenue Funds, Debt Service Funds and Capital Project Funds. In preparation for GASB 34 the County has restructured their expenses and allocated intergovernmental and retirement to specific activities.

Lake County, Illinois

**GENERAL REVENUES, BY SOURCE (1)**  
Last Ten Fiscal Years

(Amounts expressed in thousands)

Year	Taxes			Charges for Services	Licenses and Permits	Fines and Forfeitures	Inter- governmental	Interest	Miscellaneous	Total
	Property	Hotel	Sales							
1996	\$ 66,826	\$ 32	\$ 18,851	\$ 32,156	\$ 2,217	\$ 874	\$ 36,750	\$ 5,059	\$ 4,186	\$ 166,951
1997	71,100	63	19,882	36,468	1,767	1,091	39,695	5,573	3,604	179,243
1998	76,006	69	21,279	39,765	1,793	1,106	39,886	6,544	2,174	188,622
1999	79,343	81	22,631	40,460	1,641	1,131	48,131	6,591	7,407	207,416
2000	82,223	89	25,295	41,460	2,332	1,560	52,102	8,598	2,576	216,235
2001	87,453	87	26,206	43,670	2,211	1,502	58,755	8,270	2,769	230,923
2002	96,983	116	25,794	32,878	2,998	3,664	91,715	3,836	3,381	261,365
2003	102,167	98	24,545	38,800	3,503	4,525	86,691	2,861	2,617	265,808
2004	105,923	112	25,379	36,460	2,965	1,468	91,766	3,264	6,315	273,651
2005 *	158,006	85	26,463	42,565	3,130	1,212	109,583	6,758	9,844	357,646

Note:

(1) Includes only Governmental Fund Types, which are the General Fund, Special Revenue Funds, Debt Service Funds and Capital Project Funds.

\* Years 2005 and after include the blended component units

Lake County, Illinois

**PROPERTY TAX LEVIES AND COLLECTIONS**  
Last Ten Fiscal Years

<u>Year</u>	<u>County Levy as Extended</u>	<u>Tax Collections</u>	<u>Percent Collections to Levy</u>
1996	\$ 66,287,968	\$ 66,256,338	99.9
1996	66,287,968	66,256,338	99.9
1997	70,543,866	70,413,951	99.8
1998	75,344,672	75,334,501	99.9
1999	79,356,492	79,293,367	99.9
2000	82,734,770	82,223,440	99.3
2001	87,690,819	87,453,294	99.7
2002	93,933,876	93,592,812	99.6
2003	99,381,769	99,272,826	99.9
2004	105,589,908	105,054,496	99.5
2005	106,943,899	106,589,671	99.7

Note:

The tax levy shown above as extended represents the amount of taxes levied for only County-wide functions and does not include taxes levied for Special Service Districts, Tax Increment Financing, and tax sale proceeds.

Lake County, Illinois

**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
Last Ten Fiscal Years

(Amounts expressed in thousands of dollars)

<u>Year</u>	<u>Real Property Assessed Value (1)</u>	<u>Railroad Property Assessed Value (1)</u>	<u>Total Assessed Value (1)</u>	<u>Estimated Actual Value Real Property Only (2)</u>	<u>Ratio to Total Assessed Value to Total Estimated Actual Value</u>
1996	\$ 12,671,860	\$ 2,703	\$ 12,674,563	\$ 38,023,689	33-1/3
1997	13,432,237	4,689	13,436,926	40,310,778	33-1/3
1998	14,184,793	4,411	14,189,204	42,567,612	33-1/3
1999	14,939,879	4,847	14,944,726	44,834,178	33-1/3
2000	15,874,811	5,183	15,879,994	47,672,105	33-1/3
2001	16,825,638	5,613	16,831,251	50,493,753	33-1/3
2002	18,198,140	6,099	18,204,239	54,612,717	33-1/3
2003	19,789,741	7,424	19,797,165	59,391,495	33-1/3
2004	21,536,789	12,172	21,548,961	64,646,883	33-1/3
2005	22,988,406	10,282	22,998,688	68,996,064	33-1/3

Note:

(2) Estimated actual value - Based on comparable 33-1/3 assessment ratio.

Source:

(2) Assessed value from the Lake County Clerk.

Lake County, Illinois

**PROPERTY TAX RATES**

Last Ten Fiscal Years

(Cents per hundred dollars)

Fund	Current Limit	Tax Rates for Fiscal Years Ended									
		2005	2004	2003	2002	2001	2000	1999	1998	1997	1996
General	0.250	0.132	0.109	0.167	0.235	0.203	0.143	0.119	0.126	0.113	0.091
Division of Transportation	0.100	0.052	0.050	0.043	0.045	0.060	0.052	0.047	0.055	0.055	0.059
Bridge	0.050	0.013	0.012	0.012	0.012	0.012	0.012	0.012	0.012	0.012	0.012
Matching Tax	0.050	0.026	0.026	0.028	0.029	0.029	0.034	0.029	0.030	0.030	0.031
Youth Home	0.020	0.012	0.009	0.009	0.011	0.012	0.016	0.009	0.009	0.010	0.009
Illinois Municipal Retirement	None	0.060	0.060	0.017	0.006	0.000	0.049	0.063	0.063	0.062	0.063
Veterans' Assistance	0.030	0.002	0.002	0.002	0.003	0.002	0.002	0.002	0.001	0.001	0.002
Health Department	0.150	0.066	0.078	0.069	0.058	0.078	0.092	0.072	0.063	0.064	0.066
Tuberculosis Clinic	0.075	0.003	0.003	0.002	0.001	0.002	0.004	0.004	0.003	0.004	0.005
Public Building Rent	None		0.022	0.054	0.057	0.061	0.064	0.071	0.073	0.074	0.076
Public Building Operation & Maintenance	None		0.029								
Winchester House	0.025	0.025	0.015	0.013	0.002	0.000	0.003	0.025	0.009	0.008	0.020
Liability Insurance	None	0.022	0.024	0.031	0.015	0.009	0.000	0.020	0.030	0.034	0.038
F.I.C.A.	None	0.044	0.043	0.046	0.033	0.044	0.041	0.049	0.049	0.05	0.045
Stormwater Management	0.200	0.008	0.008	0.009	0.009	0.009	0.009	0.009	0.008	0.008	0.006
		<u>0.465</u>	<u>0.490</u>	<u>0.502</u>	<u>0.516</u>	<u>0.521</u>	<u>0.521</u>	<u>0.531</u>	<u>0.531</u>	<u>0.525</u>	<u>0.523</u>

Lake County, Illinois

**TAX EXTENSION - COUNTY**  
**ASSESSED VALUATION - \$22,998,688,023**

	2005 Fiscal Year			
	2004 Levy	Rate/\$100	Extension	Percent
General	\$ 30,169,200	0.132	\$ 30,358,268	28.39%
F.I.C.A.	10,113,995	0.044	10,119,423	9.46%
Illinois Municipal Retirement	13,603,923	0.060	13,799,213	12.90%
Liability Insurance	4,876,900	0.022	5,059,711	4.73%
Public Building	0	0.000	0	0.00%
Public Building Operation & Maint.	0	0.000	0	0.00%
Veterans Assistance	455,670	0.002	459,974	0.43%
Youth Home	2,734,264	0.012	2,759,843	2.58%
Stormwater Management	1,669,983	0.008	1,839,895	1.72%
Bridge	2,766,887	0.013	2,989,829	2.80%
Matching Tax	5,764,347	0.026	5,979,659	5.59%
Division of Transportation	11,782,130	0.052	11,959,318	11.18%
Health Department	15,000,000	0.066	15,179,134	14.19%
Winchester House	5,600,000	0.025	5,749,672	5.38%
Tuberculosis Clinic	521,800	0.003	689,961	0.65%
	<u>\$ 105,059,099 (1)</u>	<u>0.465</u>	<u>\$ 106,943,899</u>	<u>100.00%</u>

Source: Lake County Clerk.  
 (1) Excludes Special Service Areas.

Lake County, Illinois

**TAX EXTENSION - ALL GOVERNMENTAL PURPOSES**  
**ASSESSED VALUATION - \$ 22,998,688,023**

	2004 Levy Year 2005 Fiscal Year Extensions	Percent
County	\$ 107,932,712 (1)	6.75%
Municipalities	155,410,432	9.71%
High Schools	\$ 360,569,894	
Unit Districts	205,372,693	
Elementary Schools	478,010,278	
Junior Colleges	46,862,602	
Total Schools	1,090,815,466	68.18%
Townships	40,234,191	2.51%
Sanitary Districts	11,768,546	0.74%
Park Districts	51,580,548	3.22%
Forest Preserve District	50,367,127	3.15%
Fire Protection Districts	45,426,620	2.84%
Library Districts	42,760,948	2.67%
Mosquito Abatement Districts	496,593	0.03%
Special Districts	3,218,702	0.20%
	<u>\$ 1,600,011,886</u>	<u>100.00%</u>

Source: Lake County Clerk.  
 (1) Includes Special Service Areas.

Lake County, Illinois  
**ALL DIRECT AND OVERLAPPING GOVERNMENTS**  
**PROPERTY TAX RATES AND TAX LEVIES AS EXTENDED**  
 Last Ten Fiscal Years

Fiscal Year	Tax Rates											Tax Rates					Total (1)
	County	Municipalities	High Schools	Unit Districts	Elementary Schools	Junior Colleges	Townships	Road and Bridge	Special Road	Sanitary Districts	Park Districts	Library	Forest Preserve	Fire Protection	Mosquito Abatement	Other Special Districts	
1996	0.523	0.861	1.778	3.989	2.582	0.224	0.134	0.041	0.042	0.178	0.387	0.271	0.156	0.409	0.012	0.093	11.680
1997	0.525	0.860	1.769	4.036	2.597	0.224	0.131	0.038	0.043	0.172	0.362	0.273	0.156	0.407	0.012	0.130	11.735
1998	0.531	0.866	1.820	4.102	2.657	0.227	0.128	0.038	0.044	0.173	0.391	0.284	0.155	0.408	0.014	0.123	11.961
1999	0.531	0.851	2.377	4.238	2.680	0.222	0.133	0.030	0.044	0.167	0.387	0.295	0.156	0.431	0.013	0.081	12.636
2000	0.521	0.733	1.848	4.217	2.690	0.217	0.124	0.036	0.044	0.160	0.384	0.302	0.187	0.429	0.013	0.017	11.922
2001	0.521	0.823	1.940	4.191	2.727	0.241	0.121	0.036	0.045	0.155	0.387	0.301	0.231	0.427	0.002	0.068	12.215
2002	0.523	0.812	1.942	4.608	2.689	0.218	0.119	0.036	0.049	0.149	0.374	0.302	0.221	0.434	0.014	0.066	12.555
2003	0.509	0.691	1.950	4.596	2.643	0.214	0.114	0.037	0.046	0.140	0.367	0.292	0.232	0.425	0.013	0.064	12.334
2004	0.495	0.679	1.953	4.461	2.609	0.207	0.097	0.036	0.045	0.133	0.408	0.284	0.225	0.421	0.013	0.058	12.124
2005	0.469	0.676	1.961	4.450	2.600	0.204	0.096	0.035	0.045	0.128	0.407	0.283	0.219	0.432	0.012	0.054	1.013

Fiscal Year	Tax Levies As Extended (000's Omitted)											Tax Levies As Extended (000's Omitted)					Total (1)
	County	Municipalities	High Schools	Unit Districts	Elementary Schools	Junior Colleges	Townships	Road and Bridge	Special Road	Sanitary Districts	Park Districts	Library	Forest Preserve	Fire Protection	Mosquito Abatement	Other Special Districts	
1996	66,288	94,073	176,758	109,125	256,584	28,346	16,921	5,170	5,291	9,239	27,243	22,445	19,772	22,774	272	4,162	864,463
1997	70,544	99,854	186,878	115,849	274,448	30,122	17,564	5,121	5,758	9,315	27,215	24,127	20,962	24,114	289	4,329	916,489
1998	75,345	106,204	203,633	123,062	297,302	32,166	18,211	5,371	6,230	9,793	30,985	26,701	21,993	25,689	346	4,365	987,396
1999	80,690	110,299	281,296	132,009	317,126	31,421	19,920	4,575	6,683	9,998	32,414	29,324	23,463	28,674	400	3,020	1,111,312
2000	84,054	114,756	233,655	136,403	340,772	34,598	20,747	4,731	7,016	10,175	34,153	31,764	29,696	30,356	362	3,055	1,116,293
2001	88,998	120,724	260,293	142,994	365,878	40,605	20,409	6,062	7,494	10,438	36,521	33,318	38,880	32,230	384	3,078	1,208,306
2002	95,231	129,479	282,286	168,909	390,919	39,726	21,614	6,487	8,863	10,866	38,038	35,962	40,231	35,502	423	3,082	1,307,618
2003	100,691	136,843	307,737	184,450	417,113	42,392	22,689	7,320	9,218	11,101	40,457	37,988	45,929	38,318	447	3,253	1,405,946
2004	106,566	146,404	334,509	196,970	446,929	44,649	20,972	7,674	9,668	11,433	48,593	40,283	48,477	41,410	499	3,227	1,508,263
2005	107,933	155,410	360,570	205,373	478,010	46,862	22,005	7,941	10,378	11,769	51,581	42,761	50,367	45,427	497	3,219	1,600,103

Note:  
 (1) This is an average rate based on total assessed value within the taxing district of an incorporated area. Each taxing district has its own millage rate.

Source: Based upon data compiled from records of the Lake County Clerk.

Lake County, Illinois

**PRINCIPAL TAXPAYERS**

November 30, 2005

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Assessed Valuation (In Thousands)</u>	<u>Percentage of Total Equalized Assessed Valuation</u>
Abbott Laboratories	Pharmaceuticals - Hospital Supplier	\$ 159,242	0.69%
The Mills Corporation	Retail Outlet Mall	55,514	0.24%
Carr America Realty Corp.	Real Estate Developers	40,737	0.18%
Discover Financial Services	Financial Service	39,569	0.17%
Van Vlissingen & Co.	Real Estate Developers & Brokerage	39,119	0.17%
The Northwestern Mutual Life Insurance AML	Insurance Company Real Estate Developers	35,928 34,050	0.16% 0.15%
W.W. Grainger Inc.	Industrial Supplies	27,992	0.12%
Property Tax Services Co.	Great America Theme Park	26,938	0.12%
Allegiance Healthcare Corp.	Pharmaceuticals	26,570	0.12%
		<u>\$ 485,659</u>	<u>2.11%</u>

Source:

Based upon data submitted by the Lake County, Illinois  
Supervisor of Assessments' Report:  
"Non-Farm Parcels Exceeding \$999,999 in Assessed Valuation."

Lake County, Illinois

**RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE  
AND NET BONDED DEBT PER CAPITA**

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Assessed Value</u>	<u>Net General Bonded Debt (2)</u>	<u>Ratio of Net General Bonded Debt to Assessed Value</u>	<u>Net General Bonded Debt Per Capita</u>
1996	575,000	\$ 12,674,563,723	\$ 42,380,000	.334 of 1%	73.70
1997	589,600	13,436,926,768	39,054,000	.291 of 1%	66.24
1998	590,300	14,189,203,840	34,448,000	.291 of 1%	58.36
1999	618,400	14,944,725,568	34,971,000	.234 of 1%	56.55
2000	644,356	15,879,994,267	27,748,000	.175 of 1%	43.06
2001	654,000	16,831,251,221	22,886,000	.136 of 1%	34.99
2002	674,850	18,204,239,462	22,479,000	.123 of 1%	33.31
2003	678,500	19,797,165,098	19,821,000	.100 of 1%	29.21
2004	692,895	21,548,960,757	14,357,000	60 of 1%	20.72
2005	702,682	22,998,688,023	8,720,000	.379 of 1%	12.41

Note:

(2) - Net general bonded debt includes the principal portion of capital leases, special service area bonds, youth home refunding, radio bonds, radio refunding bonds and debt certificates for emergency phone system

Source:

(1) Northeastern Illinois Planning Commission after 2000, U.S. Census for 2000  
Other years from Sales & Marketing Management Survey of Buying Power

Lake County, Illinois

**RATIO OF DEBT SERVICE EXPENDITURES FOR  
LONG-TERM DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES**

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Maintenance</u>	<u>Principal (2)</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Governmental Expenditures (1)</u>	<u>Ratio of Debt Service to Total General Governmental Expenditures</u>
1996	\$ 4,094,413	\$ 4,041,000	\$ 2,748,715	\$ 10,884,128	\$ 153,593,474	7.1
1997	5,975,671	3,151,000	1,914,127	11,040,797	163,611,410	6.7
1998	6,297,323	3,376,000	1,710,646	11,383,969	170,490,929	6.7
1999	6,636,015	3,482,000	1,485,961	11,603,976	190,513,469	6.1
2000	6,698,030	3,568,000	1,535,094	11,801,123	205,094,409	5.8
2001	7,085,851	3,147,000	1,299,010	11,531,861	215,200,593	5.3
2002	7,487,706	2,753,964	1,170,574	11,412,244	238,452,699	4.8
2003	7,659,401	3,627,000	960,520	12,246,921	263,156,497	4.7
2004	8,378,625	3,161,280	1,073,400	12,613,305	278,809,821	4.5
2005 *	6,075,905	18,870,014	13,142,807	38,088,726	343,332,875	11.1

Notes:

(1) Includes only Governmental Fund types.

(2) Includes Capital Lease, and Special Service Areas.

\* 2005 is the first year that the component units are included

Lake County, Illinois

**COMPUTATION OF OVERLAPPING DEBT**

November 30, 2004

Jurisdiction	Net Debt Outstanding	Percentage Applicable to County	Amount Applicable to County
School Districts	\$ 1,153,797,036	86.22%	\$ 994,803,804
College Districts	16,679,701	26.99%	4,501,851
Municipalities	369,336,900	94.05%	347,361,354
Park Districts	88,222,401	83.00%	73,224,593
Public Library Districts	38,580,225	87.15%	33,622,666
Sanitary Districts	13,243,641	81.19%	13,779,921
Forest Preserve	155,896,729	100.00%	155,896,729
Special Service Areas and Districts, Townships	136,604,839	100.00%	136,604,839
County	<u>5,480,000</u>	100.00%	<u>5,480,000</u>
Totals	<u>\$ 1,977,841,472</u>		<u>\$ 1,765,275,758</u>

Lake County, Illinois

Waterworks and Sewerage Systems  
**REVENUE BOND COVERAGE**

Last Ten Fiscal Years

Fiscal Year	Revenue (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Series Ordinance System Debt Service Requirements			Coverages
				Series Bond Principal	Interest	Total	
1996	\$ 27,498,704	\$ 16,819,599	\$ 10,679,105	\$ 1,570,000	\$ 2,034,403	\$ 3,604,403	3.2
1997	28,630,635	17,012,436	11,618,199	1,945,000	2,580,894	4,525,894	2.7
1998	31,328,455	17,841,091	13,487,364	2,100,000	2,254,006	4,354,006	3.0
1999	31,084,051	19,207,192	11,876,859	2,210,000	2,309,513	4,519,513	2.6
2000	32,885,656	20,323,855	12,561,801	2,380,000	2,171,750	4,551,750	2.8
2001	32,892,162	20,394,674	12,497,488	2,505,000	2,044,183	4,549,183	2.7
2002	33,186,448	21,639,570	11,546,878	2,695,000	1,916,598	4,611,598	2.5
2003	34,456,828	23,151,343	11,305,485	2,855,000	1,779,745	4,634,745	2.4
2004	34,572,024	24,323,975	10,248,049	3,110,000	1,767,765	4,877,765	2.1
2005	37,113,461	24,998,194	12,115,267	3,300,000	1,632,330	4,932,330	2.5

Notes:

(1) - Revenue as defined by the Water and Sewerage System Revenue Bond Basic Ordinance. Therefore, this table presents data applicable only to the Series Ordinance System of the Waterworks and Sewerage Systems.

(2) - Operating expenses exclusive of depreciation.

Lake County, Illinois

**DEMOGRAPHIC STATISTICS**

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Per Capita Buying Income (2)</u>	<u>Median Age (1)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate (4)</u>
1996	575,000	\$ 23,543	32.2	125,049	4.0
1997	589,600	24,132	32.5	128,100	3.6
1998	590,300	25,784	32.8	132,358	3.7
1999	618,400	27,049	N/A	136,800	3.4
2000	644,356	N/A	N/A	141,532	3.6
2001	654,000	N/A	N/A	144,534	4.6
2002	674,850	N/A	N/A	147,195	5.7
2003	678,500	N/A	N/A	147,319	6.0
2004	692,895	N/A	N/A	150,737	5.5
2005	702,682	N/A	N/A	137,629	4.5

Sources:

- (1) Northeastern Illinois Planning Commission for 2002, U.S. Census for 2000  
Other years from Sales & Marketing Management Survey of Buying Power
- (2) Sales & Marketing Management Survey of Buying Power.
- (3) Annual school census by County Superintendent of Schools. Figures represent elementary and secondary public and private schools. Students in community colleges not included.
- (4) Northeastern Illinois Planning Commission
- N/A Not available.

Lake County, Illinois

**CONSTRUCTION AND PROPERTY VALUES**

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Commercial and Residential Construction (1) Number of Permits</u>	<u>Value (1) (In Thousands)</u>	<u>Property Value (2) (In Thousands)</u>
1996	3,704	\$ 211,430	\$ 38,023,689
1997	3,695	133,706	40,310,778
1998	3,617	139,953	42,567,612
1999	3,849	135,906	41,451,414
2000	3,872	274,253	47,672,105
2001	3,991	132,154	50,493,753
2002	4,518	128,725	56,134,612
2003	4,207	160,867	61,417,961
2004	4,150	130,355	72,248,657
2005	7,745	237,275	N/A

Sources:

- (1) Based on data compiled by the Lake County Planning and Development Department. Includes only unincorporated areas subject to County jurisdiction.
- (2) Total estimated real property values. Breakdown by commercial, residential and nontaxable from the Lake County Clerk

## Lake County Insurance Coverages

December 1, 2004 to December 1, 2005

Type of Coverage	Trigger	Carrier	Limits	SIR/Deductible	Premium
<b>Workers Compensation</b> Policy Number: ACG9858IL	Occurrence	Safety National Casualty Company	0	\$450,000.00	\$157,424
<b>Excess Property</b> Policy Number: 3578-08-69	Occurrence	Chubb Insurance	\$150,000,000.00	\$100,000.00	\$267,676
<b>Excess GL Umbrella</b> Policy Number: GP03601791	Occurrence	AIG (Lexington Ins)	\$10,000,000.00	\$8,000,000.00	\$47,586
<b>Public Sector</b> Policy Number: GP06301791	Occurrence	IPMG/Munich Re	\$8,000,000.00	\$2,000,000.00	\$768,887
<b>Medical Professional</b>	Claims-Made	C N A	\$15,000,000.00	\$2,000,000.00	473,241
				<b>Total premium</b>	<b>\$1,714,814</b>

Lake County, Illinois  
**MISCELLANEOUS STATISTICAL DATA**  
November 30, 2005

Incorporated - March, 1839

Form of government - township form (popular vote) 1849

Total land area - square miles	457
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Miles of road and highway (center line miles)	279
---	-----

Building permits - unincorporated areas

Number issued in 2004	7,745
-----------------------	-------

Value	\$ 237,275,356
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Fire protection - rural areas	23
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Police protection - rural areas

Employees, including jail	449
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Average jail occupancy	552
------------------------	-----

Patrol units	101
--------------	-----

Investigating units	34
---------------------	----

Public recreation - unincorporated areas

State parks	2
-------------	---

State natural areas	1
---------------------	---

Forest preserve golf courses	4
------------------------------	---

Forest preserve total acreage	24,955
-------------------------------	--------

Enrollment(3)

Public schools

Elementary schools	61,092
--------------------	--------

High schools	28,658
--------------	--------

Combined elementary and high schools	47,879
--------------------------------------	--------

Number of full-time teachers	10,652
------------------------------	--------

Nonpublic schools - private and parochial

Elementary schools	NA
--------------------	----

High schools	NA
--------------	----

Combined elementary and high schools	NA
--------------------------------------	----

Number of full-time teachers	NA
------------------------------	----

County Employees (Includes all Grant Funded Positions

Full-Time	2,450
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(Continued)  
 Lake County, Illinois  
**MISCELLANEOUS STATISTICAL DATA**  
November 30, 2005

Population (1)		Age Distribution of Population 2005 (2)	
		Ages	Percent
1910	24,235	0 -17	28.4 %
1920	74,285	18 - 24	10
1930	104,387	25 - 34	12.4
1940	121,094	35 - 49	23.9
1950	179,097	50 and over	25.3
1960	293,656		100.0 %
1970	382,638		
1980	440,387		
1990	516,418		
2000	644,356		

Population (2)	
2004	692,895
2005	702,682

Sources:

- (1) U.S. Census.
- (2) Sales & Marketing Management  
2004 Survey of Buying Power.
- (3) Annual school census by County Superintendent of Schools. Figures represent elementary and secondary public and private schools.